NORTH-CHINA DAILY NEWS

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NOTICE

Until further notice, the office hours of the Legation and Consulate-General for Finland (301 Cardinal Mercier) will be from 10 a.m. until noon daily, Sundays and holidays excepted.

E. A. LONG,
Act. Consul General for Finland.
Shanghai, July 26, 1937. -771

ANNUAL MEETING
Change of Date

By vote of the Board of Directors the annual meeting of the Mokanshan Summer Resort Association is postponed from August 5 to Tuesday, August 10, 1937.

E. H. CLAYTON,
Secretary.
8546

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NOTICE IS HEREBY GIVEN that the Board of Directors have this day declared an Interim Dividend on account of the year ending December 31, 1937 of 3 Chinese Dollar cents per share payable on August 16, 1937 to Shareholders on record on that date.

The Transfer Books and Share Registers of the Company will be closed from August 10 to August 16, 1937, both days inclusive.

By Order of the Board of Directors,
J. A. WATTIE & CO., LTD.,
Secretaries and General Managers.
Shanghai, July 24, 1937. 8521

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NOTICE IS HEREBY GIVEN that the Board of Directors have this day declared an Interim Dividend on account of the year ending December 31, 1937 of 30 Chinese Dollar cents per share payable on August 10, 1937 to Shareholders on record on that date.

The Transfer Books and Share Registers of the Company will be closed from August 5 to August 10, 1937, both days inclusive.

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Shanghai, July 24, 1937. 8502

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The Transfer Books and Share Registers of the Company will be closed from August 5 to August 10, 1937, both days inclusive.

By Order of the Board of Directors,
J. A. WATTIE & CO., LTD.,
Secretaries and General Managers.
Shanghai, July 24, 1937. 8501

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Shanghai, July 23, 1937. 8479

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The Transfer Books and Share Registers of the Company will be closed from July 31 to August 6, 1937, both days inclusive.

By Order of the Board of Directors,
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Secretaries and General Managers.
Shanghai, July 23, 1937. 8478

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1937 EDITION

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NORTH-CHINA DAILY NEWS & HERALD, SHANGHAI

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Classified Advertisements continued On Page 16

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NOTICE IS HEREBY GIVEN that the Eighteenth Annual General Meeting of Shareholders will be held in the Offices of the General Agents, 1 The Bund, Shanghai, on Thursday, August 5, 1937, at 4 p.m. for the following purposes:—

To receive the Directors' Report and Audited Statement of Accounts for the year ended December 31, 1936; to elect Directors and Auditors, and to transact any other ordinary business of the Company.

The Transfer Books of the Company will be closed from July 31 to August 5, (both days inclusive) during which period no transfer of shares will be effected.

By Order of the Board,
GEORGE McBAIN,
General Agents.
Shanghai, July 20, 1937. 8457

North-China Daily News

NANKING SALES

Orders for the paper and complaints regarding charges or late delivery should be made to either of the following:—

WONG ZUNG KEE, 128 Yung Ning Kia, Hsiakwan (telephone 31852)
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The price of the North-China Daily News in Nanking is Ten Cents Only, or $3 per month, whether sold in the streets or delivered to subscribers.

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LETTERS TO THE EDITOR

BY CAR IN CHINA

Ford Company's Comment

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—We were very much interested in Mr. W. Lewisohn's article in yesterday's "North-China Daily News" on the subject of travelling in China by motor car.

While Mr. Lewisohn was very complimentary to the Ford car in many respects he lists a few points which he claims gave him trouble. For the information of Mr. Lewisohn and others who may be interested, I will refer to the points as listed by Mr. Lewisohn.

(1) The turning radius of the 1937 Ford car is 19'1" which we believe compares favourably with any other car except very small cars which naturally have a shorter turning radius.

(2) If Mr. Lewisohn had re-enforced his springs by adding leaves before starting on his trip we believe he would have had very little difficulty in this connection. Motor car springs are supplied to meet average requirements and, while heavier springs are necessary for a trip such as that made by Mr. Lewisohn, they would not be at all satisfactory in normal traffic as they would have a very undesirable effect on riding comfort, etc.

(3) In 1937 Fords the battery is placed near the motor just under the hood.

(4) The Ford car in common with other makes has plenty of clearance for all ordinary requirements. For travelling over very bad roads where unusual clearance is desired we have special wheels which give quite a little additional clearance.

FORD MOTOR COMPANY EXPORT INC.
Shanghai
J. V. CROWE.
Manager.

Shanghai, July 26.

GIANT PANDA

Misconceptions Removed

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—I have read with great interest the account by F.L.T. in your valuable newspaper of the adult live female giant panda which Mr. Floyd Tangier "Ajax" Smith is taking to London in the Andre Lebon, this being only the second living specimen of this remarkable herbivorous carnivore to leave the shores of China.

There appear to be some points in this account which need clearing up. One of these is that the giant panda (*Ailuropoda melanoleuca*, David) and its cousins the little pandas (*Ailurus fulgens* of Nepal and *Ailurus fulgens styani* Thomas of West China) are definitely distinct from the bears. Science entertains no doubts on the matter. These three animals have been placed in a group by themselves, forming a connecting link between the bear family (*Ursidae*) and the racoon family (*Procyonidae*). The stomach and entire viscera of the giant panda have been examined in detail in New York at the American Museum of Natural History, and have been compared with those of the bear and other animals by Mr. H. C. Raven, who had these parts, carefully preserved, from an adult specimen shot on the Dean Sage West China Expedition in 1934. Mr. Raven's report appeared in the "American Museum Novitates," No. 877, August 8, 1936. In the same journal a detailed comparison of the skulls of the giant panda and little panda with those of various species of bears, dogs and the racoon, coming to the conclusion that the pandas are more closely related to the racoons than they are to the bears or members of the dog (i.e. wolf) family (*Canidae*). He even places them in the same family (*Procyonidae*) as the racoons, but gives them sub-family rank, *Ailurinae*. Most mammalogists, however, will agree that the pandas should constitute a distinct family, *Ailuridae*.

As regards the matter of *how* the giant panda came to occupy its present habitat of dense bamboo jungle, Mr. Smith is going a long way without any factual foundation when he suggests that long ago its ancestors were driven to seek shelter in the bamboo jungles owing to their inability to defend themselves against such fierce animals as leopards which abound in the mountains of West China. In the first place the giant panda had acquired its present characteristics at least 100,000 years, possibly as much as half a million years, ago, that is to say, in the early Pleistocene period, as its fossil remains, closely similar to the present-day form, have been discovered in Lower Pleistocene deposits near Wanhsien in Western Szechuan by Dr. Walter Granger, who with Mr. W. D. Matthews described and named the fossil form *Ailuropoda fovealis*. It is much more probable that the ancestors of the giant panda found themselves in country almost completely covered with bamboo jungle and that by slow degrees over an immense period of time (for these things take place only extremely slowly in nature) turned from a carnivorous diet to a diet consisting almost exclusively of bamboo, the food most readily procurable. At the same time their skulls, teeth and intestinal tracts underwent changes to adapt them to this strange diet. The skull developed bony ridges for the attachment of unusually powerful muscles to work the jaws, which themselves became exceptionally heavy and strong, in order to crush and grind to shreds the tough fibres of the bamboo plant. The molar teeth became extremely large and broad to help in this grinding process. Proportionately these teeth are the largest and broadest molars in any of the *Carnivora*. The jaws, too, are proportionately far heavier and stronger than in even such carnivores as the grizzly bear, the tiger or the lion. They are more like those of the hyaena, which have been specially developed for crushing bones. Add to this the strong skeletal development of the giant panda and its immense muscular strength, and there is no need to suppose that it would not be a match for any leopard, for all its gentleness and docility in captivity. It would be a bold leopard, indeed, which would attack the 200 lb. to 400 lb. of solid bone and muscle which constitute the giant panda, to say nothing of the crushing power of the latter's jaws, with which it would easily shatter a leopard's spinal column or make mincemeat of its paw.

Finally in fairness to Mrs. Ruth Harkness, widow of the late Mr. William H. Harkness, who, incidentally, prior to his death had been financing a joint collecting expedition to West China with Mr. Smith, I would like to state that as far as I can gather from independent evidence offered by foreigners who have visited the same area since Mrs. Harkness' visit, her story of how she secured the now famous baby giant panda which she took with her to America is essentially true. She did not apparently enter what Mr. Smith, by what right it is hard to understand, calls his territory, but hunted in country not previously visited by a foreign explorer, a fact which I have on the authority of a young foreigner who later visited the same area. It is conceivable that she employed hunters who had previously been employed by Mr. Smith. There are not too many good hunters in these out of the way places in China, and, in view of the fact that Mr. Smith has been visiting and collecting in that area for the past ten or more years, it would probably be difficult to engage a hunter who had not at some time or other been employed by him. But that would not give him any claim over the men, nor does his having hunted and collected in that general area for so many years give him the right to claim any part of it as his territory, in which other Western collectors and hunters must not trespass.

That Mrs. Harkness, a mere woman, succeeded where many men had failed was a feat greatly to her credit, but it must have been rather a bitter pill for some of the male hunters and explorers who had missed this big prize of the Chinese-Tibetan borderland. Personally, I accept Mrs. Harkness' story, vouched for by at least two trustworthy witnesses, and am glad to give her the fullest possible credit for accomplishing something which it is doubtful if any mere man could have done, for that baby panda needed all the tender care and nursing that a human infant needs in order to get it alive to the coast and across the sea to America. I maintain that only a woman has the necessary devotion, patience and understanding of infants that were required in this case.

I think in fairness to Mrs. Harkness these facts should be known, and that she should receive the credit which is due her. Mr. Smith's original announcement that contrary to her agreement with him, she had gone, probably unwittingly, into his territory, and purchased the live baby panda from his hunters, an announcement allegedly based on letters received from his native hunters, has lead to such statements in the world's press, especially that of the United States, as that Mrs. Harkness stole Mr. Smith's panda; that she did not find the baby panda as she said she did, but purchased it from the native hunters without herself going into the wilds at all, and so on and so forth.

The same press has credited Mrs. Harkness with having received as much as U.S.$25,000 for her panda; but in a recent letter from Mrs. Harkness herself she says she received U.S.$8,750. This she is using for another expedition to West China, being due back in Shanghai on August 10 next.

ARTHUR DE C. SOWERBY.

Shanghai, July 26.

CORONATION MEMORIAL

A Question of Honour

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—I did not at first think you would reach even that $100,000 for the Coronation Memorial Fund. Now that you have passed $110,000, I consider that there should be no delay in finishing the business by getting that remaining $38,549.46.—call it £2,500. Does anyone suggest that there should be any bother in getting that amount, seeing what you call the "obvious gaps" in the list?

The British Government is often accused of lacking the qualities of its predecessors. Violent jeremiads to that effect most often come from business men here. Let them have their own medicine. What are the conditions of this fund? A responsible body of British leaders—so far as there are leaders—announce that, as no-one has moved in an attempt to commemorate the Coronation permanently—a historic Coronation specially calling for unmistakable proof of the Empire's solid loyalty to the Monarchy and the person of a King who has risen to the height of an unprecedentedly painful occasion in a manner commanding admiration—that they propose to call for funds to do a definite service to the community by enabling the chief British school here to function on modern lines. The appeal has the support of the senior British newspaper and its colleague. It receives a good send off by certain important British firms and by individual donations from the rank and file.

The Fund has not been fixed at a figure beyond the capacity of the community in these hard times to bear. The result achieved proves that. Indeed to pretend that a community which often insists that it should have the British Government's ear because of its vast stake in China can regard £10,000 as anything but a bagatelle is to be stupid.

There is no complaint of the "small man's" subscriptions. On the whole they have been good. As he is harder pressed than most he might be excused if he decided to wait for more leadership from the big concerns.

If the fund had been raised to set up some elegant but practically useless statue, always assuming that it had representative backing without an effective alternative being proposed, I maintain that the big firms should have weighed in just the same out of a sense of discipline on which they are so fond of lecturing other people. But the fund has a sensible, practical objective. It indirectly benefits the big firms, as it does not some other lesser members of the community.

I think it is pathetic that you should have had to wait for nearly three months to get as far as $111,000.

I imagine you do not like to appear to be importunate, but I am like SHAMELESS BEGGAR convinced that nothing but plain speaking will do any good now. You may feel that this letter may antagonize rather than persuade and so decide to throw it in the wastepaper basket, I can assure you however that it represents the views of more than you perhaps believe. Give it a chance. If the laggards now come in I shall not claim to have stirred them. They can have full credit. All I want is to see that our face is not blackened.

BIS DAT.

Shanghai, July 26.

INCOME TAX PROBLEM

Some Pointed Questions

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—Judging by tenor of MR. KAO KWOK'S letter July 24, it would appear that he himself had just been favoured by the visit of a tax collector! His enlightenment upon the following questions would interest the writer, and doubtless many others also.

(1) Is the Russian community of say, Tientsin being subjected to the same form of pressure as that in Shanghai? If not, why not? If so, are the funds thereby acquired passing to the Central Government?

(2) Why have not similar steps been taken in regard to other non-extraterritorial nationals?

(3) Whether the large foreign population of Hongkew is likely to be brought into line with the Russian residents? If not by diplomatic means, can MR. KWOK suggest a practicable form of coercion?

(4) Are statistics available concerning the incomes as well as salaries of both the higher and lesser officials of the Chinese Government, so that the tax can duly be levied thereon?

(5) In view of the widespread and deeply-rooted "Cumsha" custom, is the said tax, which after all can only be calculated on salaries, and to a very small degree on investments, a fair one to the Chinese people in general?

No one can deny China the moral or legal right to raise revenue by any means so long as justly applied. The steps taken recently against the needy Russian population, appear a singularly despicable mode of collecting what in view of the first paragraph of Mr. KAO KWOK'S letter, is best termed "protection-money". However there is an axiom which holds good not merely of China, but the world in general:—

"When a man is down, kick him"!!

H. B. GLEDHILL.

Shanghai, July 26.

"Not Even Funny"

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR.—The reply of Mr. KAO KWOK regarding the Chinese Income Tax is not worthy of him. Not only the Russian community, but all foreigners are contributing a considerable 'mite' towards the hospitality and protection they enjoy in China. To say that the best points of the Income Tax laws of other countries have been adopted will I am afraid, leave the Russians cold: it is not even funny.

Mr. KAO KWOK carefully omits to quote the great benefits enjoyed by citizens of other countries who pay income tax; such small matters as education, medical, unemployment and numerous other benefits, which do not, and I do not suppose ever will be felt by the Russians in China; even large colony of criminals in the local prison are a direct charge on the Municipality.

To compare Mr. Al Capone with a poor man who is trying to make fifty cents do the work of a dollar, is going from the sublime to the other extreme, and the comparison is too ridiculous to dwell upon. In holding up visas one wonders how it will touch citizens of certain countries who do stand on their hind legs when subjected to stupid officialdom.

NORGE.

Shanghai, July 26.

NEW GERMAN TAX

For Non-Conscripts

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—Referring to FAIR'S letter of yesterday, it is unfortunate that the whole truth was not stated.

For the information of your readers, it is against the law in Germany for any Jew to serve in the army, and as a consequence, Jewish Youth in Germany is taxed for not doing something they are not allowed by law to do.

"JAYER."

Shanghai, July 27.

***The message explicitly stated that the tax applied to able-bodied non-conscripted Germans so the point is covered.

MIDGET TAXIS

Their Failure to Appear

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—Some few weeks ago I read with great interest, correspondence in the various papers, relative to an application made to the S.M.C. by a group of business men, for authority to operate a Midget Taxicab Service in the International Settlement. Since that time I have been anxiously awaiting the appearance of these taxi cabs on our streets. Their failure to appear prompted me to make enquiries, resulting in the information being gleaned that the French Municipal Council had granted the necessary authority to operate the service and allotted some twenty five taxi stands to this enterprising group, but that the S.M.C. had so far made no decision in the matter. I further learned that the taxis were already in operation in French Town. I then proceeded to Rue du Consulat and had no difficulty in locating one of these trim vehicles. The ride which I then took more than fulfilled my expectations. The cabs are comfortable, of the latest Austin type, efficiently run and a ride from the French Municipal Building to the Nanking Theatre only cost 30 cents, with no tip to the chauffeur.

Surely this is a service which the S.M.C. would do well to authorize as it fills the long-felt need of many a resident situated such as I am.

Briefly, I live in the western district, cannot afford to own a private car, and as I have to work for my living I must depend on existing transport. I have no particular objection either to work or to our transport companies—both are inevitable—but somehow they do not always fit-in and when this happens, work wins and I have to fall back on the hire car.

Again, I have no particular objection to our better hire cars and under certain circumstances they can be reasonably cheap and obtained with a reasonable period of delay. For a short distance however, they are too expensive for my limited purse and if one does not happen to possess a telephone or is in the street the Mountain has to go to Mohamed.

More often than not I am quite content with the ten-cents-worth which the bus and tramcar give to me in the way of transportation, but there are many times when I must call upon the service of a Dollar car, and there are still many more times when I would like this alternative, could conscientiously afford the Dollar in addition to the bus or tram fare—the chauffeur gets this anyway.

During certain periods I travel to other cities in the Far East which obviates this worry of wondering whether I can spring this extra dollar, as many of these cities have Midget Taxis in operation which are not only inexpensive but a great convenience to the visitor. A visitor coming to Shanghai must surely be perplexed as to how to secure a taxi under our antiquated system.

The Council has only to turn to such cities as Manila and Singapore where baby taxis are being successfully operated to determine the practicability of these cabs for Shanghai.

In conclusion, may I express the considered opinion that a service such as the Midget Taxicab offers to Shanghai would meet the requirements of a very large percentage of the people and that our City Fathers authorize this service so that the applicants may take such steps as are necessary to put these taxicabs in operation in the Settlement with a minimum of delay.

PROGRESS.

Shanghai, July 27.

POSTAL PROBLEMS

A Final Word

To the Editor of the
"NORTH-CHINA DAILY NEWS"

SIR,—Permit me to express my admiration for Mr. HEAD'S oratorical ability and if he is a compatriot I think he would be an invaluable addition to China's foreign service seeing the excellent representation he has been able to make for a case that is practically untenable. As he has expressed his disinclination to carry on an endless augument, to which sentiment I am in hearty accord, I shall close the exchange of correspondence with the following remarks:

According to information I have been able to gather, the practice existing in the post office of most of the states is to forward mails to its destination by the first available steamer without regard to time in transit and if expedite service is desired, then the sender has to superscribe the name of the faster steamer on the cover. If the Chinese Post Office has been able to dispatch mail in chronological order of arrivals instead of departures, then the Chinese Post Office has scored over its prototype in the foreign countries.

With regard to mail notice of 20th July, it has been represented by A HEAD that as Tsinan was inserted merely for benefit of mail which might have been superscribed with that steamer's name but the letter

(Continued on page 6)

MANSION
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Cleans and polishes
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A. O. Crookes Lenses
"Best under the Sun"
$6 to $8
A. O. White Toric Lenses
$5
made according to your Prescription in any shape, or from your own glasses, or after Free Examination by our optometrists (cemented bifocals $1.00 extra), with latest Ful-Vue Zylonite Frame, or White Metal Frame (rim or rimless).

SUN GLASSES
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OUR POLICY
"Small Profit—Quick Turnover"
STANDARD OPTICAL Co.
OPTOMETRISTS AND OPTICIANS
Office Hours 9 a.m. to 7 p.m.
227 Nanking Rd. (near Shantung Rd.)
Telephone 92660

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Simply massage Absorbine Jr. into those paining parts—at once it *penetrates*—draws out the pain, gives relief. Mild and gentle, a pleasant refreshing odor, Absorbine Jr. is safe and reliable.
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ABSORBINE JR.
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Established in Shanghai 1874 Incorporated in Hongkong
Auctioneers, Adjusters and Piece Goods Experts
STORAGE TERMS ON APPLICATION Branch Office: TOPLIS & HARDING
88 MUSEUM ROAD, SHANGHAI

In Main Salesroom—Now On View
To-day, Wednesday, July 28, 1937, at 9.30 a.m.
Upholstered double spring couches and arm chairs, day beds, mattresses, gentleman's bicycles, baby's pram, tennis outfit, violin, books, razor, samovar, porcelain and cloisonne vases, bowls, figures, josses, plates, lanterns, jade inlaid table screens, **dark stained dining room suite,** sideboards, cellarettes, dining tables, dining chairs, silver ware cabinets, writing desks, wardrobes, dressing tables, chest of drawers, night tables, centre tables, chairs, stools, teapoys, blackwood tables, flower stands, Simmons iron and wooden bedsteads, ice chests, heating stoves, filter, gramophones, records, table fans Remington typewriter, electric shaver, show case, etc., also
2 Carved ivory inlaid small cabinets
10 Blackwood jade inlaid wall plaques
1 Clarion 14-tube radio receiver
1 Underwood typewriter, 1 Royal typewriter

In Cargo Salesroom—Now On View
To-day, Wednesday, July 28, 1937, at 2.30 p.m.
Silk and cotton piece goods, Hemp cloth, Axminster carpet and borders, Ladies pickey hats, straw hats, sun helmets, handkerchiefs, trimmings, cotton threads, wool socks, Ladies belts, elastic webs, hair brushes, blotting paper, scissors, watch oil, khaki canvas with rubber lining, canvas belting for printing machine, "P" and "S" W.C. bowls, tanks, porcelain switch plates, oil for making soap, bug powder, "Kossolian" blood salt for dogs, Velvatone face cream, French Eau de Cologne, lemon and orange squash, "Tomango" Lemon and orange squash, lemon juice, salad cream and oil, pickles, beef, Canned goods, coffee pots, fish plates, flour wax, Glass lamp chimneys, art, flowers, cuff links, combs, neckties, Jumpers, Plush, bags, silk brocades, etc., also
3 600 R.P.M. "Ottawa" Kerosine Engines with tools (1½, 2½ and 4 H.P.)
1 No. A-2 Log and Tree Machine with set of assembling tools, log saw skids, tree saw frame, 5 ft. drag saw blade.
1 Hogshead American Tobacco Stems (slightly water damaged)

Having been favoured with instructions from
Messrs. Union Brewery Limited
Will sell by Public Auction
at Nanking Road Jetty
On Friday, July 30, 1937, at 10 a.m.
ONE CABIN LAUNCH, Length: 31 ft. Beam: 7 ft. 3 inch. Engine: 6-cylinder "Buick" Speed: 6 knots. (In good running order).
Boat lying at Pootung Point till day of sale

In Cargo Salesroom—Now On View
On Friday, July 30, 1937, at 2.30 p.m.
34 Reels of News Printing Paper (Damaged)
Ex: S.S. R.C. RICKMERS

"North-China Daily News" Office Telephone 11055
MAP OF SHANGHAI
Published by authority of the S.M.C. Price $2, on cloth $4.50

BOB'S FAGGED FEELING MADE EVERYTHING AN EFFORT

AUCTIONS

Noël, Murray & Co.
Auctioneers, Appraisers and Adjusters
Sales Rooms: 160 CANTON ROAD

IN OUR SALESROOM (160 Canton Road)
On Wednesday, July 28, 1937, commencing at 2 p.m.
A Large Quantity of Sundry Cargo
Artificial Silk Yarn, Stockings and Neckties, Silk and Artificial Silk, Woollen and Cotton Piece Goods, Canned Milk, Canned Goods, Flashlight Bulbs Damaged, Wrist and Pocket Watches, **Saccharine,** Metal Cuff Buttons, Sugar, **Artificial Silk and Cotton Obi Cloth, Imitation Gold Braid, Cassia Lignea, Newsprinting Paper, Perliton Carbon,** Imitation Jewellery and Ornaments, Twist Drills, **Wismut-Diasporal, Schwetel-Diasporal, Viphosphin, Apthymir.,** Escalin-Pastillen, **Old Ironware, Hacksaw Blades,** Macaroni, **Empty Beer Bottles, Florida Water,** Knitting Machine, **Rubber Rain Coats with Hats,** Confectionery, Toilet Powder, Clocks, Gramophone, Hair Oil, **Cigarettes, Rubber Inner Tubes,** Cotton Stockings, Glass Buttons, Metal Hair Pins, Transfer Paper, **Cotton Handkerchiefs,** Glassware, Ping-Pong Balls, Metalware, Fruit Syrups, **Bookbinders' Cover Cloth,** Brass Whistles, Soy, Gin, Whisky, Brandy, Chefoo Cognac, Cherry Wine and Beer, **Vodka,** Electric Engine with Dynamo, and etc., etc
ON VIEW MORNING OF SALE

In Our Salesroom (160 Canton Road)
On Friday, July 30, 1937, commencing at 2 p.m.

103 Bags Sugar, White	Piculs 170.30	= Quintals	103.00
6 Bags Sugar, Brown	Piculs 9.92	= Quintals	6.00
6 Bags Sugar, Candy	Piculs 10.42	= Quintals	6.30
12 Bags Sugar, Cakes	Piculs 16.87	= Quintals	10.20
8 Bags Sample Sugar			

Delivery is to be made from B. & S. French Bund Godown No. 2. Buyers must satisfy themselves as to condition and quality previous to the auction
NOEL, MURRAY & COMPANY
J. R. L. Calder, *Manager*

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141 Kiangse Road Telephone 93678
Having been favoured with instructions from
Mr. C. L. SHAO (Leaving for Europe)
Will sell by Public Auction within the premises
1462 RUE LAFAYETTE, House 11
On Wednesday, July 28, 1937, commencing at 10 a.m.
Complete modern style dining and bed room suites, tapestry covered double spring couch and easy chairs German piano, radio set, carpets and sundries
NOW ON VIEW

FETTÉ RUG COMPANY
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HANDMADE CHINESE CARPETS
Many New Designs
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RUGS CLEANED AND REPAIRED

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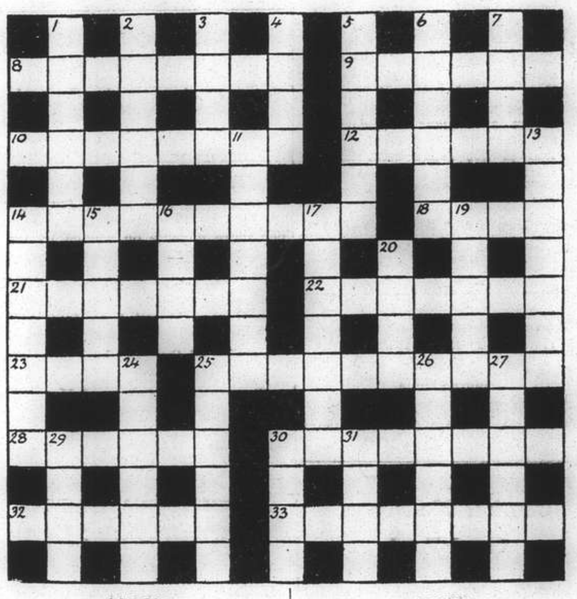
(By Arrangement with the "Daily Telegraph.")



ACROSS

8 The tale of a kinsman
9 Mediterranean island or famous man
10 A drop of luck
12 He follows a legal document to twist
14 What seaside resort sounds descriptive of passengers to the Orient?
18 Character from "Martin Chuzzlewit"
21 Boy and measure for a rope
22 "Iron rations" or when they may be consumed
23 Is this regiment always on the coast?
25 The fool to be ill before the insects! Attackers have caused it
28 Is this bit of a boat meant as an obstacle?
30 Useless advice to the carver who is not going to make the joint last out
32 A blow to sit on 28 across perhaps
33 The fish to move with difficulty

DOWN

1 "Air net" (anag.)
2 One devoted to crime who sounds as if he prohibited it
3 Prima donna
4 Indigo
5 Crop Might become worse if decapitated
6 Making a case, in a ring perhaps
7 The mother of a tribe
11 This makes us older
13 State from the newspapers
14 Show
15 The girl to make a surprise attack
16 An animal to carry
17 Name of a prison
19 Cockfighting mightily, as the poets have it
20 A shepherd's life is past this
24 "How sad" (anag.)
25 Article and pronoun combine for a song
26 Not well
27 Once a coin, now a worker at a motor factory
29 Possesses in olden days
30 Handle
31 West Country resort

LOONG-FEI LIVE STOCK COMPANY, LTD.
(Incorporated under the Companies' Ordinances, Hongkong)
Will not hold a public auction
TO-DAY
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TRY PRICE'S GINS

SOLUTION OF LONDON PUZZLE No. 1274

Enjoying the Summer

Some Current Attractions in Shanghai Shops

Old Shanghai hands are still walking lightly, crossing their fingers and knocking on wood when they mention the comparative coolness of the weather. They can hardly believe their good fortune and hesitate to congratulate themselves upon their good luck lest the fickle jade reverse conditions, even though *Ta Shu*, or the day of the Great Heat has passed.

One opportunity to exult in cool comfort which 1937 offers as against other more sultry summers and one which cannot be resisted, is to tell our visiting friends who are sweltering in their round of sight-seeing how exceedingly fortunate they are to have a July which is almost chilly compared to the febrific temperatures which might well be expected. It is plain to be seen that they do not believe us, that they do not see how human beings, even Shanghailanders, could exist at any higher temperatures, but they are polite, even in their sufferings and do not contradict their hosts and hostesses.

"B'long Cool?"

Occasionally the worm turns, however. The other day as a visitor from breeze-swept, mist-cooled San Francisco was mopping her face in the ladies room of a local club the attendant amah blandly inquired: "Mississee t'ink b'long hot?"

"B'long boiling!" retorted the visitor, airing her newly acquired pidgin English as she vainly sought to make powder stick on her glistening nose.

"O no," smiled the amah in her most superior manner, "No b'long hot just now. Mississee have velly good joss, other years b'long *plenty* more hot!"

"O my," wailed the visitor, "even the amahs brag about the hot weather! I'm going to take the next boat before it gets any worse. The next person who tells me what a cool summer this is will be shot before he can get to the statistics!"

All Set For It

But those of us who have survived many Julys go more or less blithely on our way, snatching at whatever alleviations we may and finding that there are many pleasant things about the summer. For one thing, we expect hot weather and make preparations accordingly. We dress for it, we eat and drink for it; we arrange our recreations with due regard to the thermometer, we patronize well-cooled resorts, provide ourselves with fans and refrigerators and slow down our usual tempo.

The shops have lots of pleasant ways of celebrating the season. Have you seen the coloured washable wrist-watch straps at Boyes, Bassett's? They are very natty indeed and both men and women can have fun matching up their shirts or dresses in rose, green, red, blue, yellow or black. Also at Boyes, Bassett's are those white woven washable belts for men, any length at all, an inch wide, with chromium buckles which work as they should. These stand up to any amount of scrubbing and look very posh.

There is any amount of alluring glassware at Boyes, Bassett's of course, but some glasses which seemed particularly appropriate at this juncture were for highballs and Old-Fashioneds, all manner of different designs, those with horses and riders in pink coats or cool-looking yachts being specially attractive. It would be thrilling to the writer at least to indicate all the different sorts of glass here. Sometime Martha will break down and try it.

Murano Motifs

Animal lovers and glass-fanciers, to say nothing of interior decorators will have the time of their lives looking at the new ornaments from Murano in the shape of amiable dachhunds, Scotties that seem to have more than a touch of dragon in them, blue and gold elephants (not on the ceiling), vivacious Irish terriers, horses, fishes, and (Martha believes) a kangaroo.

No woman ever has enough white bags in summer, and certainly no woman but would covet one of the Boyes, Bassett bags, they are so posh. And you should see some of the new rings. There's a huge aquamarine, modernistic looking, a beautiful shade and the finest setting.

Camel Pens

Then, for men and women, there's the new Camel pen. The pen that takes a drink of water and makes its own ink from a compressed tablet which screws in. The manufacturers say that one would be able to write a novel twice as long as "G—W—T—W" with only one tablet. Always providing that one had the right brains to mix with the ink of course.

Any water is a filling station for this ultra-modern pen which makes its own standard record ink from its self-contained ink cartridge, each cartridge being good for a year of ordinary writing. When it is used up all one has to do is to screw in another at a small cost. These pens come in a wide range of colours and sizes, also in pen and pencil sets, with three kinds of points, fine, medium and heavy. Every Camel pen is sold with a guarantee of satisfactory performance.

The mechanism seems very simple, there being no pistons, valves, levers or gadgets to get out of order. A button under the cap of the pen is depressed to fill the sac with water which is sucked up into the "mixing chamber" where it comes in contact with the ink stone, compressed under 55,000 lbs. pressure to the square inch, and produces the ink solution.

Holiday Helps

Whiteaway, Laidlaw's have a number of seasonable reminders of various articles which will make holidays more successful. They begin with their well known and justly famous Li-Lo sports air beds and go on through silk stockings, the "super-silk" knee-high variety, organdy collars, summer handbags, bathing caps from $1.50, the Jaeger swim suits, sun glasses, sports shirts, toilet waters, pique and linen sports hats from $7.50, open mesh tennis shoes, the deliciously cool kind, for $6.95, pigskin leather cases for $21.50, "Air-light" hat boxes for $15, Hollywood dresses for $9.50 and all kinds of children's beach play and swim suits. Of course one might extend the list to two hundred easily enough, but these twenty are particularly attractively priced for this week.

Wide-spaced florals with grosgrain accents are popular this season.

Epeda Mattresses

Up at Hall and Holtz they are reminding us again of their fine new Epeda mattresses with the super-springing. This is certainly the time of year when anything which will encourage sleep should be investigated and this new patented construction with its multiple interlacing of each spring coil to prevent sagging, the rust-resisting treatment and the absolute silence are features to make one love Epeda. The mattresses have a five year guarantee and their prices are so reasonable as to make one rub one's eyes and look again. No more "white nights" with Epeda mattresses to woo the balmy.

AUCTION TO-DAY at 10 a.m.

Modern dining and bedroom suites, couch and easy chairs, German piano, radio, carpets, and other household furnishings.

1462 Rue Lafayette. House 11

International Syndicate. Auctioneers.

FOR DISCERNING WOMEN

There are still people who consider Eau de Cologne merely an accessory to the daily toilet, and yet to-day it is not only an indispensable item on milady's dressing table, but is valued everywhere for its stimulating and cooling properties. To relieve headaches, soothe jaded nerves, or refresh you when tired and hot, "4711" Genuine Eau de Cologne is hard to beat.

By the way, women who like a special note in their Eau de Cologne will appreciate the romantic charm of "4711" Tosca Eau de Cologne, which links the delightful fragrance of "4711" Tosca with the revivifying qualities of "4711" Genuine Eau de Cologne. It is really a glorious modern perfume in Eau de Cologne, ardent and lovely like a Southern night, bestowing charm and banishing dullness.

CHICKEN CREAM

Boiled or steamed chicken is best for this, but the remains of a cold roast chicken can be used. Make a white sauce with three tablespoonfuls each of butter and flour, and a pint of milk. Season with a teaspoonful of salt, and an eighth of a teaspoonful each of pepper, paprika and nutmeg. Add a tablespoonful of powdered gelatine and stir until it melts.

Mix in a pint of chicken, cut into small pieces, and when the mixture is cool fold in ½ pint whipped cream. Set in a border mould. Serve with watercress in the middle, and lettuce and sliced beetroot as a border. It is essential to season this dish well, or it will be insipid.

Two Deal boatmen, Harry Pilcher and Ben Bailey, dived fully clothed into the sea and rescued Doreen Cuthbertson, aged 4, of Deal, who was being carried out to sea by a strong tide. The child had been playing on the beach with a dozen others and she had fallen into the sea unnoticed. Artificial respiration was given her by Inspector George Bailey, late of the Thames Police, and she recovered sufficiently to be put to bed at her home.

What Shall We Eat To-day?

Layer cakes are not difficult to make and lend themselves to much variety in consistency, flavour, and filling. Here are recipes for cakes and some fillings. First come two mixtures which are easy to mix and easy to bake.

Take three eggs, and their weight in self-raising flour, castor sugar, and butter. Cream the butter and sugar until white and beat in the eggs one at a time with a little of the flour. Beat for a few minutes, then fold in the dried and sifted flour with a pinch of salt and a few drops of vanilla essence. Divide between three buttered and floured sandwich tins and bake in a fairly hot oven for about twenty minutes.

For the second cake, take two large eggs and their weight in butter and castor sugar and the weight of one egg in plain flour and ground rice, half a teaspoonful of baking powder, a pinch of salt, and some lemon essence. Prepare and bake in the same way as the first cake, with the oven a good moderate heat.

For Rich Icing

For a plainer cake, which will stand a richer filling, weigh twelve ounces of plain flour and put it in a warm place to dry thoroughly. Then sift it two or three times with a quarter of a teaspoonful of salt and two good teaspoonfuls of baking powder. Put five ounces of butter to warm, but not melt; separate the yolks from the whites of three large eggs; grease three sandwich tins and dust them out with a mixture of flour and castor sugar. Cream the butter with six ounces of castor sugar until soft and very white. Beat in the yolks of the eggs. Add the flour alternately with half a breakfastcupful of milk. Have the whites of the eggs whisked to a stiff froth and fold lightly in, with a few drops of vanilla essence. Divide between the tins and bake at once in a moderate oven for about half an hour.

Layer Cake

A light, spongy layer cake is made as follows (it should have no beating; it should be whisked thoroughly with an egg whisk or large fork and the flour folded in): Melt an ounce of butter, and put it into a basin standing in a pan of hot water, almost boiling. Add three beaten eggs and their weight in sugar (fine castor sugar should be used), and whisk for five minutes until thick and creamy. Remove the basin from the water and continue whisking for another few minutes until the mixture cools and is full of bubbles. Very lightly fold in the weight of two eggs in sifted self-raising flour, put in two prepared sandwich tins, and bake in a fairly hot oven for about fifteen minutes.

Another sponge sandwich is made in a similar manner from the following ingredients:—Four large fresh eggs, half a pound of fine castor sugar, five ounces of fine dried flour, a pinch of salt, and flavouring. Put into a prepared cake tin, and bake in a moderate oven for an hour. Split into three or four pieces when cold, and fill.

Mixtures which have been baked in two sandwich tins should be cut in halves when cold, to make four layers.

Chocolate Fillings

A simple chocolate filling is made by dissolving two ounces of plain chocolate in a basin standing in hot water, with one or two tablespoonfuls of icing sugar. Cool, add a few drops of vanilla essence, then carefully blend with a cup of very stiffly whipped cream.

Here is another chocolate filling, which will keep longer. Take a breakfastcupful of milk and blend a little of it with an ounce and a half of cornflour. Put the rest of the milk into a saucepan with two ounces of grated chocolate, three ounces of castor sugar, and an ounce of butter. Boil up, stirring well until smooth and well mixed. Then add the blended cornflour and boil for a few minutes gently, and beating well all the time, until very thick and smooth. Remove from the heat, flavour with vanilla essence, and keep on beating until smooth.

Fruity Ones

Here is a pleasant fruit filling. Chop together four ounces of dates, two ounces of raisins, and a large apple. Add two tablespoonfuls of ground almonds, one tablespoonful of lemon juice, and three tablespoonfuls of soft brown sugar, and two or three tablespoonfuls of boiling water. Put all into a saucepan when well mixed and cook gently until thick and smooth. Use when cold.

Finally, here is a delicious orange filling. Grate the rind off a large orange and squeeze the juice out of two more. Strain it and blend with two ounces of cornflour. Put into a saucepan with the rind, an ounce of butter, three ounces of sugar, and the juice of a small lemon. Stir over a gentle heat until thick and smooth, adding a little more orange juice if necessary. Cover and leave to cool, then beat in whipped cream to taste, or it can be used without the cream.

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THIS SUN-TAN BUSINESS

Be Judicious in Acquiring Colour, Au Nature or Out of Paint Pots

Here is a bit of advice for you to pack in your trunk when you dash off to Tsingtao or Japan this summer. Or put it into your week-end bag when you drive up to Minghong for a Sunday atop the sun-deck of your houseboat.

There are three ways of acquiring sun-tan. The first is rapidly and dangerously, with possibly serious after-effects; the second is slowly and safely; and the third is artificially—out of a shop, applied when, where, and how you will.

This last method has much to recommend it. When summer is over your sunburn automatically passes with it, and you are left with no aftermath in the way of a colour that slowly fades into a dingy yellow.

Don't Look Jaundiced

Choose your colour scheme so that it will be in harmony with your natural colouring, remembering that the foundation used is the determining factor in the resultant make-up. If you are very fair the deepest foundation shades will give a bleached appearance to your hair and be so startling as to look unnatural. And naturalness this year is the whole aim of the cosmetic art. The basic colouring used may range from deep bronze—through copper shades—to the immediately fashionable sun-beige tint. Avoid at all costs the yellow to orange tints in a foundation, for the effect will be that of jaundice—not of sunshine.

Lipstick and rouge must tone with the foundation, and those used with a light winter make-up are quite unsuitable. Both should have a brown tone as the base, with a coral shade sparingly, for a make-up that will look natural under artificial lighting is exposed relentlessly under bright, natural light. Powder also should, of course, tone with the cosmetic base.

Slow But Sure

If you aim at becoming naturally sun-tanned you will be well advised to go slowly. More complexions have been ruined for months afterwards by an overdose of sun than through almost any other abuse—as any beauty specialist who spends many weeks in the autumn trying to repair the ravages will tell you.

For your face, I suggest a new cream which serves a triple purpose. It will prevent sunburn provided you do not deliberately expose yourself to a roasting. It will relieve matters if you have been "caught" by the sun; and it acts as a foundation as well.

For neck and limbs choose the companion oil, which will keep the skin smooth and prevent it from being dried up. The makers advise application a little while before exposure, and, as with all sun oils, no trace should remain on the skin. It should be massaged well in and any surplus must be dried off by patting with a soft towel.

Keep Under Cover

If you are intent on avoiding sunburn then you must take cover. Shady hats and long sleeves are indicated. Sunshades and the natural shade of trees and rocks are your friends. A peroxide vanishing cream has been designed for those who want to keep their white skins. It is probably a better choice for those with a naturally heavy skin inclined to greasiness than for the dry-skinned.

An astringent designed to go with it will be helpful, too. After a day in the sun the pores are inclined to relax. Just a little of this astringent patted on to the skin at night will be very refreshing and check undue activity on the part of the oil glands.

Children, with their more fragile skins, should be specially protected from sunburn, for it may cause great pain and serious illness. Even if they have been tanned so slowly that they are protected against burning, they should wear hats all the time.

MARKET PRICES

The following prices are the maximum for best cut or grade obtainable in Hongkew Market on July 27, 1937. Prices are quoted per lb. in Shanghai dollar-cents unless otherwise stated.

BUTCHER'S MEAT

Beef	15-30	Veal	20-40
Pork	25-35	Mutton	22-45

FISH

Bream	40-50	Mandarin	60-70
Carp	30-35	Pomfret	20-25
Cod, S'hai	20-25	Prawns, each	15
Cod, Ningpo	20-25	Salmon	20-25
Eel	40-50	Sanili	lb. 40-50
Halibut	20-25	Shrimps	30-40
Lobster	1.00-1.20	Whitebait	25
Mackerel	20-25	Yellow Fish	15-20

POULTRY, GAME AND EGGS

Chicken, Spr. each	50	Pigeon, Wild, each	12
Duck, each	60-1.00	Rabbit	50
Eggs, doz.	30-35	Snipe, each	15
Fowl	40-45	Turkey	50-65
Goose, each	90-1.50	Woodcock, each	50
Pigeon, each	20		

VEGETABLES

Asparagus	30	Leeks bunch	4
Bamboo shoots	15	Lettuce	5
Beans, French	8	Onions	4
Beans, haricot	8	Onions, small	10
Beetroot	3	Onions, Spr.	3
Ch. Celery bunch	3	Parsnips	3
Cabbage	4	Pumpkin	2
Carrots	4	Potatoes	3
Celery, U.S. bnch	1.20	Potatoes sweet	6
Chillies	8	Potatoes, picul	2.50
Cucumber	6	Potatoes new	3
Egg-plant	4	Radish bunch	2
Endive, each	5	Red cabbage	5
Garlic	5	Rhubarb	8
Ginger	6	Spinach	4
Globe Arti. each	5	Squash each	3
Green Corn each	2	Tomatoes	4-6
Green Pepper lb.	8	Turnips	4
Horse radish	20	White Beans	5
Kale	8	Veg. Marrow	4
Kohlrabi bunch	2		

FRUIT

Aust. Apples	lb. 45	Mangoes each	10-15
Aust. Grapes	60	Melon each	30-40
Aust. Pears lb.	50	Oranges	2.00-3.00
Am. G. apple	lb. 45	Peaches	lb. 12-20
Bananas	8-10	Pears, Chi.	15-20
Coconuts	20-25	Plum	10-15
Dairen Apples	25-30	Pumelo, each	25-30
Grapefruit ea.	30-35	Water Melon	lb. 5
Lemons, each	15-20		

GRAIN AND FLOUR

Flour S'hai 50lb.	4.35	Flour U.S. 49lb.	8.25
Aus. 49lb.	6.25	Rice 200lb.	14.40
Can. 49lb.	7.25		

MILK

Grade A pint	25-40	Grade B pint	17-25

FODDER

Barley	114lb. 5.00	Bran	114lb. 3.50

FUEL

Best Anthracite (metric ton)	$28.00
No. 1 House Coal	$23.00
No. 1 Kitchen Coal	$18.00
Firewood: 20 large bundles	$ 1
Firewood: 32 small bundles	$ 1

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CANADIAN NATIONAL

HOLLYWOOD ON PARADE

One of the clever items in the trousseau of Miss Jeanette MacDonald, recently married to Mr. Gene Raymond, is a wide, cummerbund of paper taffeta to encircle the waist of a crepe, afternoon frock. The cummerbund is a gay plaid, in tones of soft reds, blues, white and green.

A rough straw hat, to be worn with the costume, has a pleated lining of matching taffeta, and similar bows marching down the crown.

* * *

A full length beach coat of chintz hangs in the wardrobe of Miss Madge Evans, the novel feature of the coat being the fact that numerous dogs, similar to her own pets, are printed on the sea-blue background. Wire-haired terriers, Scotties and Pekinese are the breeds represented.

* * *

If you're clever in the art of ceramics, take a tip from Miss Eleanor Powell, who has fashioned for herself a series of buttons, made from clay resembling lobsters. These she is using as fastening on a smart beach coat of hand quilted unbleached muslin. The robe is piped in red to match the lobsters.

* * *

Miss Myrna Loy will introduce a new type of frock in the Metro-Goldwyn-Mayer production, "Double Wedding," in which she is to be co-starred with William Powell. Designed for the business woman, it consists of a business frock, a dinner costume and an evening gown all in one.

The fabric is navy crepe, and the changes hinge upon the removal of a short jacket, and the unleashing of several cleverly concealed drapes.

* * *

Braid your own bandeaux, advises Miss Priscilla Lawson, who purchases strips of three colours similar to those used in the prints of her dresses. These she braids, and then twists into becoming, bandeau-type hats. She learned the trick on her recent trip to New York.

If Your Child Is Irritable He May Have Worms.

The child troubled with worms is usually irritable, other indications of the presence of these parasites are irregular appetite, disturbed sleep, itching and irritation of the bowel opening, bad breath, picking of the nose, pain and swelling of the abdomen and grinding of the teeth during sleep.

The cause is generally due to the child having eaten fruit which is unripe or over-ripe, or food which is insufficiently cooked, or drinking impure water.

A few doses of Baby's Own Tablets is usually all that is needed to expel the worms with the minimum of discomfort to the child.

Mrs. A. Sauvie, Quebec, Canada, says:—"My boy was badly troubled with worms and was feverish and restless. Since giving him Baby's Own Tablets all signs of the worms have disappeared and he is now in good health and bright and cheerful."

As a corrective of the minor health troubles to which little children are subject Baby's Own Tablets are unsurpassed. They dispel constipation, correct colic and diarrhoea, help digestion, allay feverishness, relieve colds and croup, and at teething time they are invaluable, reducing inflammation in the gums, easing the pain, and inducing sound restful sleep. Obtainable at all chemists.

Baby's Own Tablets.

COLD COOKERY: HADDOCK SALAD

Put a large dried haddock in a flat tin and cover with milk. Leave for two or three hours before baking it slowly—this will make the flesh much fluffier and lighter.

While hot, remove all skin and bone, and press the flesh into a mould. Pour over at once a thick tartare sauce, and leave to get cold.

Arrange lettuce leaves round, and on them alternate slices of skinned tomato and hard-boiled egg. Sprinkle with chopped tarragon.

On top of the mound arrange whole tarragon leaves in the form of a star, with a small piece of egg white in the centre.

JELLIED FRUIT

Drain the juice from a small tin of fruit salad and a small tin of cherries. Add a tablespoonful of lemon juice and make up to three-quarters of a pint with water. Dissolve half an ounce of gellatine in it, and leave to get cold. Cut up the fruit salad and some of the cherries into small pieces. Whisk the whites of two eggs to a stiff froth, fold in a heaped tablespoonful of castor sugar, then add the fruit juice gradually, whisking well between each addition. When it stiffens and goes frothy fold in the fruit and divide between glasses. When quite set decorate with the remainder of the cherries and some whipped cream.

Borstal boys formed a guard of honour at the Isle of Wight institution when Lawrence Leech, one of the officers, who died following a knife wound, was buried.

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It is wise to make a regular practice of taking Phillips Pure Live Yeast for about three weeks in every month.

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JAM TORTE

You want at least one delicious and inexpensive dessert up your sleeve. This one is always good for a second helping and you will be no end gratified when you hear the family telling friends what a wonderful cook you have.

1 tin jam
½ lb. butter
2½ cups flour
1 cup sugar
2 egg yolks
1 teaspoon almond extract
1 teaspoon baking powder

Cream the butter and sugar. Add eggs one at a time, beating constantly. Add sifted flour and baking powder. And put in last the flavouring. Spread thin in greased pan and spread with jam. Cut in strips of dough (using extra flour for rolling cut dough) and place on top. Bake in a moderate oven for 45 minutes. Cut in squares and serve.

During the week ended June 19 557,354 national savings certificates were purchased, making a total purchased of 1,296,663,144.

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2. Because it contains added iron to prevent nutritional anaemia. Cow's milk is notoriously deficient in iron. "The feeding of infants with milk to which iron has been added, considerably reduces the incidence of nutritional anaemia, raises resistance to infections ..... and improves growth" (Ministry of Health's Circular 1290, 1932)

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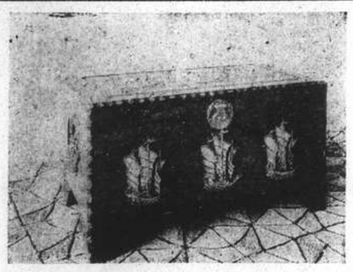

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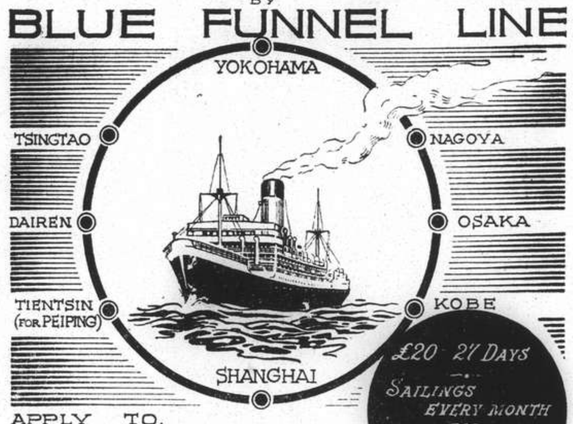

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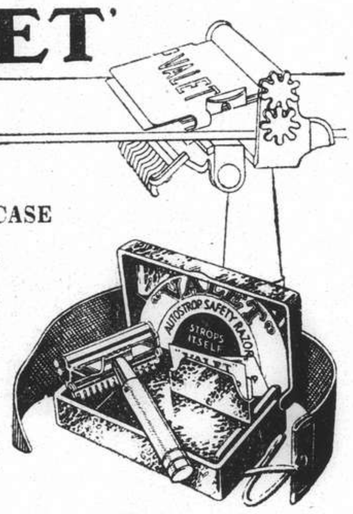

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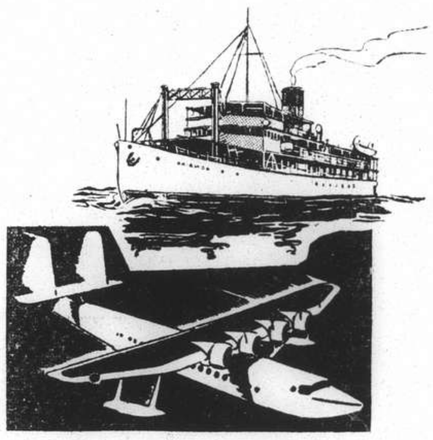

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"North-China Daily News" Sunday Supplement

PHOTOGRAPH COMPETITION

The 2nd Series for best "Child Study" will close on August 8

SEVEN CASH PRIZES OF TEN DOLLARS EACH

will be distributed as follows:

$10 for the best "Child Study" received between July 26 and August 8.
$10 for the best "Animal Study" received between August 9 and August 22.
$10 for the best "Study of Chinese Life" received between August 23 and September 5.
$10 for the best "Action Photograph of Sports" received between Sept. 6 and Sept. 19.
$10 for the best "Interior Scene" received between September 20 and October 3.
$10 for the best "Holiday Photograph" received between October 4 and October 17.
$10 for the best "Scenic Photograph" received between October 18 and October 31.

Readers will remember that the "North-China Daily News" ran a similar competition last year, which, judging by the number of entries received, was very popular, and also proved that Shanghai was not lacking in amateur photographers of ability and imagination. This year's competition is different in that the entries have been divided up into groups, which it is thought will make the award of prizes more satisfactory and will also add interest to the competition.

Competitors may send in as many entries as they wish, and for all or any of the eight groups. Each entry, however, must be attached to the entry form, which will be found at the foot of the Competition advertisement which will be published every day in the "North-China Daily News" during the period of the competition.

This is the ideal season of the year for photographers; you are competing with amateurs; and there is no entrance fee. So keep your camera loaded and remember that there are thousands of pictures ready to hand in the streets, in the country, at the seashore, and indoors.

The prize winners will be announced in the Sunday issue of the "North-China Daily News" following the closing date of each series.

RULES

1. A prize of $10 will be paid to the amateur sending in the best photograph of each series every fortnight, from the fortnight ending July 25 to the fortnight ending October 31.
2. Photographs must be taken by the competitor, who must be an amateur, and must not have previously appeared in any other publication.
3. Photographs may be of any size not smaller than 8 square inches and must be unmounted. They may be developed, printed and enlarged by a professional photographer, but must not be touched up, double printed, or otherwise manipulated.
4. Any number may be sent in any one fortnight or every fortnight. The entry form at the foot of the advertisement must be filled in and *must accompany each photograph submitted.* Name or *nom de plume* must be written in pencil on the back of the photograph.
5. The "North-China Daily News" has the right of printing any or every photograph sent in for competition, whether a prize winner or not. No photographs will be returned.
6. The decision of the "North-China Daily News" must be accepted as final. No member of its staff is allowed to compete.
7. Entries must be addressed **Photograph Competition, North-China Daily News, 17 The Bund.**

"CHILD STUDY"

Amateur photographers should have no difficulty in fulfilling the conditions for the current fortnight's competition, which calls for "child studies." If you have no children of your own, your nieces or nephews or other small friends will obligingly pose for you. In this respect, the less suggestion of "pose" there is about child studies the more appealing they are.

Glossy prints are preferable but there is no restriction as to paper or printing.

Every photograph sent in must have a separate entry form attached to it.

PHOTOGRAPH COMPETITION ENTRY FORM

To Photograph Competition, "North-China Daily News,"
17 The Bund, Shanghai.

Name ..... Title .....
Address ..... Where taken .....
..... Camera used .....
Nom de plume for publication if preferred .....

North-China Daily News
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Shanghai delivery	.....per annum	$24
China, Korea and Japan	..	$32
Hongkong and Macao	..	$57
Postal Union Countries	..	$105

North-China Herald
EVERY WEDNESDAY
Weekly Edition of N.C. Daily News
Single copies 40 cents

Shanghai delivery	.....per annum	$18
China, Japan and Korea	..	$18
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Postal Union Countries	..	$28

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All Announcements in this column are charged at the rate of $3 per insertion.

BIRTH

NESVADBA.—On July 26, 1937, at the Country Hospital, Shanghai, to Mr. and Mrs. V. I. NESVADBA, of Heihow, Island of Hainan, a son. -776

DEATH

LIBOON.—On Monday, July 26, 1937, at the General Hospital, Shanghai, ADELINA, aged 17 years, the dearly-beloved daughter of Mr. and Mrs. Domingo Liboon. Removed to the parlours of the International Funeral Directors, 207 Kiaochow Road Funeral services to-day, Wednesday, July 28, at the Hungjao Road Cemetery, at 6 p.m. 6555

IMPARTIAL NOT NEUTRAL

DRIFTING

Hope of a broader conception of present Sino-Japanese differences receives little encouragement from Mr. Koki Hirota's survey of Japan's foreign policy, admirable though its presentation in other respects may be, both in tone and substance. Mr. Hirota still harps on "anti-Japanese" activities and the "protection of our nationals in China". Yet he seems to be quite content to leave his diplomacy, so ably represented by Mr. Shigeru Kawagoe at Nanking, at the mercy of such fortuitous adventures as may be produced by the operations of Japanese soldiers on Chinese soil. Either the Marco Polo Bridge "incident" was readily susceptible to adjustment on the spot or it involved just the fundamental issues to which Mr. Hirota now draws the attention of the Government at Nanking. Three weeks have elapsed. During that time successive incidents have merely served to aggravate the tension which has now been brought to a climax by ultimata issued by General Kiyoshi Katsuki. The Chinese Government can hardly be blamed for this deterioration; indeed, as Mr. Quo Tai-chi's assurance to Mr. Anthony Eden has shown, it had gone to the extreme length of giving its previous sanction to whatever settlement General Sung Cheh-yuan might make with the local Japanese commander. Wittingly or unwittingly, General Katsuki has baulked that pacific effort at localization, risking though it did the charge that the Central Government of China had yielded further ground to encroachment on its country's sovereignty. Mr. Hirota implicitly criticizes the Chinese Government's alleged inability to control its subordinates. He does not appear to realize that the retort may be returned to him with interest. If there has been anything in recent declarations of the Japanese Government's desire to have a "new concept" of China, it is difficult to understand how its notions of discipline have countenanced the peculiar technique of its military representatives in the North. Mr. Hirota cannot be blind on that point, for the provocative procedure of Japanese occasions in Tientsin, Peiping and other places have been common knowledge and received frequent criticism friendly and otherwise.

The restraint of Chinese, in Shanghai and elsewhere, during these trying experiences has received general testimony. Perhaps the best evidence of its reality has been afforded by Japanese efforts to unearth even the slightest and most trivial affair in order to work up public opinion in Japan to the belief that a dangerous situation, imperilling the lives of Japanese civilians, has been developing in China. Visitors returning from Japan in the last few days have been agreeably surprised by the apparent calmness with which they have been greeted. That is no new portent, although, judging from the flamboyant note in the Japanese press it has assumed special significance reminiscent of five years ago. It is distressing to find that Mr. Hirota, in his no doubt sincere desire to vindicate Japan's stabilizing influence in the Far East, cannot perceive the incompatibility of Japanese actions in China with the accomplishment of his aims. The pressure brought to bear on China by successive inroads into her territory may seem to be a light thing in the eyes of soldiers who have so far met with little or no resistance. They cannot, apparently, discern the inevitable consequences of exposing the Chinese Government to criticism by its own people. Nor is it possible for criticism in such circumstances to do otherwise than take a form which stirs up the very animosity which Mr. Hirota longs to see suppressed. If the signs of the present situation are read aright the Chinese Government and, particularly, General Chiang Kai-shek have been driven to the point at which they can no longer effectively maintain a policy of restraint without jeopardizing their political existence. The weaker party may, by long use, have to inure itself to resigned acceptance of demands by the stronger party, however comprehensive and distasteful. If the appetite of aggression grows with eating, there must come a time when the weaker back is against the wall and resistance can no longer be avoided.

This much may be said in recognition of Mr. Hirota's own pacific intentions: even the Japanese military in the North have consistently maintained the attitude that they are dealing, not with the Central Government of China, but with local authorities. Thus the desperate expedient of making war on China has been avoided. Yet each successive "local" settlement has directly affected the integrity of the Central Government, although, in the interests of peace and recognizing her own weakness, China has officially ignored that aspect of those developments. The fiction wears thin; even now it may be completely destroyed either by the definite pronouncement of the Government in Tokyo or by some course of action into which the Chinese Government feels it must be forced by the exigencies of General Katsuki's relentless pressure and by considerations for its own political honour. Friends of both countries still hope that the door is not closed to escape from this dilemma. Whatever may be the views of the General Staff, Mr. Hirota knows well that, apart from the superiority of Japan's physical strength, the prospect even of a "punitive" expedition cannot be viewed with equanimity by any sane guardian of Japan's finances—or by any discriminating statesman who knows the effect of exacerbating national feeling. It is not too much to say that Japanese commercial opinion is seriously alarmed at the apparent impasse into which the military divagations in the North have plunged their nation and the Chinese people alike. Cannot the better mind now so actively at work in Prince Konoye's Cabinet extricate Sino-Japanese relationships from the coil of a militarily-inflated prestige and, even at the eleventh hour, entrust them to the wiser and safer care of diplomacy?

MR. O. K. YUI

The announcement that Mr. O. K. Yui has been confirmed in the substantative appointment of Mayor of the City Government of Shanghai is not the less gratifying because it was expected. General Wu Te-chen delighted to insist that his Mayoralty was a civil office. The Government has validated that insistence by selecting a *pacca* civilian as General Wu Te-chen's successor. Recent references to the Tenth Anniversary of the City Government emphasized Mr. Yui's long and distinguished service as Secretary-General for but a year short of that whole decade. If he does not know the duties—and difficulties—of the Mayoralty in which he is now fully invested, no-one does. Congratulations to him must be tempered with a sympathetic appreciation of the burdens which he has assumed but that appreciation is in turn tempered by the conviction that in forcefulness of character, in the art of being firm in action and moderate in speech, in realization of the importance of good standards of municipal administration and in the practical knowledge of the pitfalls and, at times, disquieting symptoms of the body politic, Mr. Yui is well-equipped. He can be assured of general good wishes for the successful performance of his difficult task.

CORONATION MEMORIAL

BIS DAT, in eloquently commending the cause of the Coronation Memorial Fund makes many points which this journal welcomes and endorses. In particular his insistence on the comparative smallness of the $38,000 odd remaining to complete the total for which the sponsors have asked deserves support and, will receive, it is to be hoped, prompt attention. It would be unfortunate, however, if it were thought that non-subscribers to the Fund are being pilloried so severely as he seems to suggest. To begin with, it is understood that certain intending donors are still handicapped by the delay attendant on consultation with the proper authority. Wheels move faster in some organizations than in others. It must not be assumed therefore that subscriptions which are on their way or will be performing shortly the journey to the Fund's treasury in the Accountant's Department of this journal at 17 The Bund, Post Office Box 707, Shanghai, come from laggard sympathizers or bearers of the responsibility of British citizenship. It must also be remembered that, especially with larger and far-flung business enterprises, the calls on charitable activities may be large and varied and they may not be able lightly to accept further liabilities. Generally it is possible to endorse BIS DAT's main position. Putting it less vividly than he, it is that there are still a number of important British institutions which, deriving considerable material advantage from their location in Shanghai may rightly be expected to give good support to the Coronation Memorial Fund expressly started to benefit the British community here and mark that community's corporate loyalty on the occasion of his Majesty's Coronation. A further point may be made by this journal on grounds which are practical as well as, perhaps, selfish. The Fund has stood open for nearly three months. It involves a good deal of labour from its organizers and champions. No benefit is conferred on the community by allowing it to drag weary footsteps to the goal. Cannot non-subscribers who are anxious to see it out of the way, rally round and give it a final spurt? The attention will evoke gratitude.

DAVIS CUP STRUGGLE

With a little more practice in playing together Wilde and Tuckey might well have extended the American challengers to the full five sets. The losers' combination was definitely inferior to that of their opponents who consequently were alert to find the "gaps" for sending in winning shots. Apart from that the Englishmen probably astonished their friends by the excellent showing which they made. Wilde took a little time to settle down, as the first set score told, but in the second and third set particularly he was magnificent. The mere fact that the total game score was 32-27 does not fully indicate the closeness of the struggle. The Englishmen ran their opponents to deuce many times. The outstanding player was, of course Donald Budge. As the commentator parenthetically remarked after one of those many occasions when Budge had effectively disappointed a bright English hope, "Budge makes no mistakes." In putting up so fine a fight in the doubles the holders dissipated the notion that the Americans would have an easy passage. Presumably the result of the singles last night consolidated America's lead in a well-deserved victory, for it is unthinkable that Budge should go down before Austin, even if by some unexpected stroke of luck for England Parker should succumb to Hare. The rallies in the doubles were seldom of great length. Although the match lasted two hours, the play consisted chiefly of fierce serving followed by fierce killing shots with clever manœuvring for position in which the winners were supreme. Budge therefore should have been in fine trim for his singles match against Austin.

AUSTRALIAN POLEMICS

The "Austral-Asiatic Bulletin" in its second issue has a lively series of articles with the object of carrying out its declared purpose of facilitating the study of "international problems". For success it really must endeavour to get its facts right, especially when they concern fundamental issues. Mr. E. L. Piesse contributes a criticism of Mr. Lyons' recent definition of Australia's defence policy and takes issue with its mention of the League of Nations as one of the three "ramparts" of Australia's security. With that aspect of Mr. Piesse's anguish an outsider has little concern. It is obviously a matter of internal polemics and may be left there. But a little outside correction becomes necessary when Mr. Piesse makes his assertion

> The League has played no part in the Pacific, except to infuriate by a proposal of intervention the only country with which there is a possibility of our having a serious difference—and can anyone expect that in the early future it can play any part that will help us? If we wish to think of things as they are and as they matter, we had better not waste time on the League.

Since Mr. Piesse so rightly insists on thinking of "things as they are" it may not be amiss once again to recall the fact that the Lytton Commission was appointed to "intervene" in the Manchurian affairs on the direct proposal of the Japanese representative at Geneva. The League may be criticized for not moving quickly enough when China made her appeal in September 1931, but the intervention took the form as proposed by the very nation which was "infuriated" by it according to Mr. Piesse. It is quite true that when the Commission arrived in the Far East, Japanese policy had suffered a sea-change but Geneva could hardly be blamed for that. Moreover, the Lytton Report is universally admitted to have been a masterly document of impartiality and practical commonsense. There again the League could not be blamed because it still is in the pigeon-hole. Japan's present problem in Manchuria and North China would be far simpler if she could have seen her way to waive preconceived prejudices and accepted that document as a basis for solution. Nor is it inopportune to remind Mr. Piesse that the failure of the member-states to stand by the Covenant over the Manchurian issue is now perceived to have been the direct cause of the disastrous European breakdown which led to Germany's withdrawal from the League, Italy's defiance of it in Abyssinia and the acute anxieties over rearmament presently confronting Empire and Australian statesmen.

A Country Diary

July 23.—It is curious how birds seen in the *real* country, miles away from any town, seem to have a different appearance owing to the cleanliness of their plumage. A Tree Sparrow (which is also the House Sparrow of China) has got a nest just outside my bathroom window and for a moment I thought I had discovered a new bird when he perched on the gutter just in front of me carrying a load of grubs dangling down on each side of his bill, and looking for all the world like a miniature Puffin taking fish to its young. The head was a real vinous brown with a brilliant ruddy sheen; he seemed to have a grey and black necklet with a jet locket attached, and the sandy-grey underparts were so clean they appeared to radiate a yellowish-rosy hue. How could I help comparing him with those smut-laden guttersnipes of Shanghai which are sometimes almost black all over with the grime of our many chimneys? Young birds are not so distinctive, being brown and grey all over and lacking the distinctive black markings on cheeks and throat. But to return to my friend of the bathroom window....it is almost unbelievable, though I swear it is perfectly true, that in the very early hours he raises something in the nature of a song: not the aimless twittering of the average Sparrow, but a real little trill which is at least as musical as the efforts of many of the so-called warblers. I have often smiled at the words of the poet who said:

> "I thought the Sparrow's song from Heaven,
> Singing at dawn on the alder bough....",

poets are so careless when dealing with birds....but if Emerson had been listening to my little sparrow his thought would not be too far wrong.

THE WEATHER

The temperature near Holy Trinity Cathedral, Shanghai, for 24 hours ending 7 p.m.

Yesterday	Min. 77.0 Max. 93.0
Same date, 1936	Min. 80.5 Max. 94.5

Rainfall nil.

Siccawei Recordings:—

Yesterday	Min. 73.4 Max. 94.8
Same date, 1936	Min. 78.6 Max. 95.0

Siccawei's Report

State on the morning of the 26th:—Normal to low and unsteady pressure over Japan: low and unsteady over Korea and China. The typhoon is reaching the Sea of Japan travelling north-north-eastward. Fine, cloudy and hot weather in China. North-easterly to south-easterly winds to the south of the Saddles.

State on the morning of the 27th:—Fine and hot weather, getting cloudy. South-easterly breezes. Pressure rather low and steady.

Probabilities, 4.30 p.m. yesterday:—Fine cloudy and hot weather with moderate south-easterly to south-westerly winds around Shantung: with variable winds and thunder in places in the Yangtze Valley: with south-easterly to south-westerly winds or breezes along the Coast to the south of the Saddles. Low area over the Loochoos.—Siccawei Observatory.

***The Acknowledgements on page 6.

In Parenthesis

Static

"KEEP away from that radio, Alfie," said grandma, sternly, "that fellow what's speaking has got a nasty cough."

* * *

Quits

"IF I'd known what sort of a person was at the other side of the door, I wouldn't have answered the bell!"

"If I'd known, lady, I wouldn't 'ave rung it."

* * *

Custody

Two film stars were divorced three weeks after their wedding. The wife, says the report, was awarded custody of the press-agent.

* * *

Problem

"COULD I have a chair, missus?" asked the plumber. "Wouldn't the step-ladder be better?

"No, ma'am; this job needs thinking over."

* * *

The Snag

"FREQUENT water drinking," said the specialist, "will prevent you from becoming stiff in the joints."

"Yes, but some of the joints don't serve water."

* * *

Alone at Last

WARDEN (to doomed prisoner): "Do you have any requests to make before I turn on the juice?"

D.P.: "Yeah, take it easy. I've got a weak heart."

* * *

Clue

LADY (at party): "Where is that pretty maid who was passing out cocktails a while ago?"

Hostess: "Oh, are you looking for a drink?"

Lady: "No, I'm looking for my husband."

* * *

Choice of Evils

BESS: "Why would you marry that good-for-nothing crooner? Don't you know that he will lead a double life?"

Tess: "Yes, and I'll lead a single life if I don't marry him, which would be worse."

* * *

Vastnesses

ACCORDING to Sir A. Eddington, we know our own universe fairly intimately. It has millions of suns, but on examination takes on "a kind homeliness" compared with "the vastnesses outside it."

All the same, I still cannot find my penknife.

* * *

Playing Safe

Two college juniors yawned, and one said, "What shall we do tonight?"

"Let's toss up a coin to decide," replied the other. "If it's heads we'll go to the movies; if it's tails we'll call on Rosie and Susie; and if it stands on edge we'll study."

* * *

Tent!

A LARGE gentleman was one of a party of tourists visiting Palestine. At a hotel he was puzzled to find in his laundry account a charge made for "one tent."

On inquiry he discovered that what the Arab laundry believed to be a tent was one of his nightshirts.

* * *

Effective

"WE'VE got to give him something that'll back-fire in his nose and make him sneeze," said the veterinary surgeon, called to treat the lumber-jack. "Mix up a pint of linseed oil, castor oil and red pepper. Tell me how he feels in the morning."

The next morning the foreman called him on the 'phone.

"He sneezed last night," he said.

"That's fine,' said the vet. "How many times?"

"Three," said the foreman. "Once before and twice after he died."

* * *

Hard on the Law

IN a county a Jewish counsel met his match in a witness of his own persuasion. The case concerned a suit of clothes. Counsel argued that his client was entitled to three months in which to pay his bill.

"Now, sir," said counsel to the witness, "had I ordered the suit instead of my client, would you have summoned me to court?"

"Vell, no," was the reply.

"And why not, pray?" asked counsel with a triumphant smile.

"Vell, because, you see, I should have vanted cash down from you."

* * *

I Like It

SOME people kick about the heat.
I like it.
When you can fry eggs on the street.
I like it.
Some people blame humidity
For all the ills of land and sea
But it's the proper stuff for me.
I like it.

When it's 100 in the shade.
I like it.
For me that sort of weather's made.
I like it.
I love the hot sun's fiery kiss,
It is the essence of all bliss.
I often write darn lies like this.
I like it.

—Contributed.

The Ante

"YES," said the old man to his visitor, "I am proud of my girls and I'd like to see them comfortably married. As I have saved a little money, they will not go penniless to their husbands. There is Mary, /25 and a pretty girl. I'll give her £500 when she marries. Then comes Elizabeth, who I am afraid won't see 30 again. She shall have £1,000, and the man who takes Rachel, who is 40, will have £2,000 with her."

The visitor thought for a moment, and then said hesitatingly, "You haven't one about 50, I suppose?"

Sixty Years Ago

FROM THE "NORTH-CHINA DAILY NEWS," OF JULY 28, 1877.

Old age is not always the evil it is believed to be, if only it is accepted gracefully instead of being denied ridiculously. Lord Chelmsford, who is now nearly 83 is a striking instance of this. He retains all his faculties, and above all his memory, which he ascribes to the fact that 40 years he has made it a rule to learn by heart while dressing a certain amount of poetry. He can now recite the whole of "Paradise Lost" and what is more, the whole of "Paradise Regained." That his wit is as brilliant as ever may be judged from the following. A friend asked him recently whether he had suffered at all from gout, to which he replied that he had never had it, though he was worried a good deal by rheumatism. "Ah," said his friend, "rheumatism is first cousin to gout." "Possibly," replied Lord Chelmsford "and I wish to goodness if were first cousin once removed."

AMOY SAMPANMEN MAKE TROUBLE

Subsequent to Municipal Ferry Service

PROMISE OF MONTHLY COMPENSATION

FROM OUR OWN CORRESPONDENT

Amoy, July 24.

At daybreak on Thursday over 400 Amoy sampanmen gathered on the Lingtow Jetty to give vent to their grievances regarding the Amoy-Kulangsu motor ferries. There was much shouting, mutual exhortation and threats to destroy the vessels. One of the two is in dock for repair; one only was running that morning. It brought across passengers as usual, but did not stop to take others back to Amoy. As soon as the people who had crossed from Amoy landed on the jetty steps, the crew cast off and returned without a moment's delay. Not a person that morning crossed on the ferryboat from Kulangsu to Amoy, and it was not until well on in the afternoon that normal conditions prevailed.

That no disorder of a serious nature occurred was owing to the prompt action of the Kulangsu police. The constable on duty at the jetty telephoned to the K. M. C. office informing of the arrival of these boatmen, and their attitude. Mr. Olkhosky with twelve police went to the jetty at once. In a short time the whole Kulangsu police and detective force gathered there and had a quietening effect upon the angry men. Gradually they left the jetty in groups and entered little cafes, bread and provision shops, seized what food they saw and devoured it ravenously, stating to the owners they had no money and that the food must be given to them on credit. Amoy water-police and Amoy Municipal Government officials had by this time arrived on the island and it was thought best to leave this matter of food alone, for with such a large crowd in truculent attitude, coercion or remonstrance might easily lead to to strife.

Decision to Pay for Food

The wisdom of this action was seen later for, when matters had been settled, the boatmen in a body, decided that they should pay for the food they had seized in the morning. The people from whom they had taken the food were poor like themselves, they said, and should not suffer loss. The Secretary of the Municipal Government addressed the men and told them that they ought not to have come to Kulangsu to provoke mischief and give unnecessary trouble, but they should bring their grievances before the Mayor of Amoy. He advised them to resume work. "Stop your ferryboats then for the day and allow us to earn a few cents," they shouted in reply.

The Secretary then suggested that they should meet in the Chungsan Park and their representatives could call on the Mayor who would certainly listen sympathetically to their complaints. In the afternoon they assembled in the Park and were told that the Government had decided to pay $4 per month to every boatman. "No use, no use," the crowd shouted, but the Secretary went no to explain that this payment had nothing to do with the scheme of relief which the Government contemplated.

Question of Revenue

The Provincial Government has replied to the Municipal Government's query regarding the payments required by the Kulangsu Municipality, for loss it sustains in revenue by these boats, and has stated that no payment should be made. The Kulangsu Council asked for $250 for the next two months; $150 per month for the following three years; and one half cent per passenger at the expiration of the three years. The money for this month has already been paid. So another knotty point awaits settlement. Why not the K. M. C. run their own ferry, too, with better equipped vessels than those of Amoy. The old system will never again be tolerated. Cheap suitable boats may be purchased from the Hongkong-Kowloon Ferry Service. Or, if they do not wish to emulate Amoy in its Municipal enterprises, rent the privilege to a limited company, registered in Hongkong. Plenty of Kulangsu people would take shares in such an enterprise with civic pride. It is asked why should Kulangsu lose revenue to assist Amoy to pay its debts.

FRAUD ON BELGIAN CONSUL

Sale of Chinese Jade and Ivory Involved

After a hearing lasting eleven days the trial of Andrew Bolivan Cran Black, aged 36, and Walter Churchill-Longman, aged 45, on charges of conspiring to defraud a Belgian consul of money and goods by false pretences, and a obtaining money from him by false pretences, was concluded at the Old Bailey on July 6, says the "Morning Post."

It was alleged that when M. Victor Florent Verstaeten, Belgian Consul at Le Havre, decided to dispose of his collection of Chinese jade and ivory curios, he made the acquaintance of Black, and that Churchill-Longman was put forward as the prospective purchaser.

The jury found Major Churchill-Longman not guilty on all counts, and he was discharged. Black was found guilty of obtaining money by false pretences with intent to defraud.

Det.-Inspr. Fuller said that during the past three years Black had been engaged in floating companies. It was known to the police that persons had parted with money, that companies had not been formed, and that Black had explained that the money had been spent in expenses.

The Common Serjeant (Mr. Cecil Whiteley, K.C.) said that he would postpone sentence. In the meantime Black's solicitor would have an opportunity of seeing him to discuss any question of restitution.

The Judge recommended that the jury should be exempt from service for ten years.

A third defendant was acquitted previously.

The War Office acknowledge the receipt of £1 sent anonymously from the Irish Free State as "Restitution."

By SAPAJOU

DOUBLE SUICIDE ?

JAPAN'S FOREIGN RELATIONS

Addressing Extraordinary Diet Session Mr. Hirota Outlines North China and World Policies

Tokyo, July 27.

REVIEWING Japan's foreign relations, which he described as "fraught with difficulties and problems," Mr. Koki Hirota, Foreign Minister, to-day told an extraordinary session of the Diet that the settlement of the North China Incident "depends entirely" upon what course China will choose to follow. "There exists," he admitted, "a danger of an untoward outbreak at any moment." In view of this situation, Mr. Hirota emphasized, the Government is prepared to use "all available means consonant with the development of the situation" to protect Japanese nationals in China.

Japan's policy in East Asia, the Foreign Minister declared, is "directed solely toward a realization of stability in East Asia, through conciliation and co-operation between Japan, Manchoukuo and China, and by stopping the Communist invasion of the Orient."

Regarding the Lukouchiao incident, Mr. Hirota asserted that the Japanese Government had maintained "a policy of seeking a settlement on the spot and a non-aggravation of the situation."

"Accordingly," the Foreign Minister continued, "the Government has been doing its best to effect a peaceful solution on the spot, and, at the same time, induce the Nanking Government to take proper steps for an early settlement of the question.

"It is my earnest hope that a prompt reconsideration on the part of the Chinese authorities will lead to a faithful execution of the terms of the settlement, arrived at on the night of July 11," Mr. Hirota stated.

"In surveying the conditions in present-day China," he went on, "our Government cannot but profoundly regret to note that the anti-Japanese sentiments have been encouraged and systematically exploited for unifying public opinion and arousing Nationalist consciousness and that untoward incidents, evidently resulting therefrom, are taking place in various quarters in China."

Relations with Russia

Turning to Japan's relations with Soviet Russia, Mr. Hirota said that the Japanese Government was "deeply concerned over the state of things on the Manchoukuo-Soviet frontier which gives rise to frequent friction."

"What is needed, first of all," the Foreign Minister declared, "is to take practical steps to prevent these border disputes. For that purpose we should lose no time in setting up those two commissions for the demarcation of the border line and for the settlement of disputes, which for some years past have been under consideration, and also to devise other means of removing tension all along the frontier."

He invited the Soviet Government "to co-operate freely and unreservedly" with Japan in this task "for the sake of peace in East Asia."

Friendship with Britain

The "traditional friendship" binding Japan and Great Britain, Mr. Hirota stated, had been enhanced by the recent visit to England of Prince Yasuhito Chichibu and Princess Chichibu, on the occasion of the Coronation.

He also noted that the two Governments had reached "an agreement of views regarding the advisability of entering into frank conversations with the object of adjusting the relations between the two countries."

Japanese-American relations, the Foreign Minister averred "of late have been really good, being marked by ever-growing amity and goodwill."

The Japanese Government, Mr. Hirota emphasized "will strive more energetically than ever for the maintenance and furtherance of Japan's commercial interests and, at the same time, will make all possible endeavours for ensuring a free access to raw materials and natural resources, and promoting freedom of international trade."

"It is gratifying to note," he remarked, "the growth of certain tendencies favourable to restoration of the freedom of trade. I desire to take this opportunity to declare the readiness of the Japanese Government to participate heartily in any international undertaking to convert these tendencies into reality."

Complete Text

Mr. Hirota's address follows:

It is not necessary for me to expatiate afresh our national policy, which aims at securing Japan's position as the stabilizing force in East Asia and contributing to the establishment of true peace in the world.

I firmly believe that in order to carry out this policy we should first of all consider the quadruple relations between Japan, Manchoukuo, China and the Soviet Union.

In surveying the conditions in present-day China, our Government cannot but profoundly regret to note that the anti-Japanese sentiments and movements have been encouraged and systematically exploited for unifying public opinion and arousing nationalist consciousness and that untoward incidents, evidently resulting therefrom, are taking place in various quarters in China.

At the time of the Chengtu incident last year, the Japanese Government took occasion to ask the Chinese to rectify their attitude towards Japan, which constituted a fundamental obstacle to a friendly intercourse between Japan and China, and to invite the Nanking Government to demonstrate its sincerity regarding the concrete questions bound up with the amelioration of relations between the two countries.

Unfortunately, as you know, the negotiations came to an impasse, owing to Chinese recalcitrance. Since then, Sino-Japanese relations, frankly speaking, have been far from satisfactory. I need not repeat here that the Japanese policy in East Asia is directed solely towards a realization of stability in East Asia, through conciliation and co-operation between Japan, Manchoukuo and China and by stopping the Communist invasion of the Orient.

The Japanese Government, therefore, earnestly hopes that China will, as soon as possible, come to have a full understanding and appreciation of our basic policy.

To-day in China, however, not only is such an understanding or appreciation absent, but anti-Japanese sentiments, as mentioned before, have been still more intensified, and of them the Lukouchiao incident of July 7 was only a logical consequence.

Settlement on the Spot

Regarding the present incident, the Japanese Government has maintained, as announced in its official statement of July 11, a policy of seeking a settlement on the spot and a non-aggravation of the situation. Accordingly, the Government has been doing its best to effect a peaceful solution on the spot, and, at the same time, to induce the Nanking Government to take proper steps for an early settlement of the question.

It is my earnest hope that a prompt reconsideration on the part of the Chinese authorities will lead to a faithful execution of the terms of the settlement, arrived at on the night of July 11.

The Governments of foreign Powers have been informed in detail, through our diplomatic representatives, of this policy of the Japanese Government, and I believe they understand fully Japan's attitude of patience and self-restraint.

On the other hand, dependent upon what stand the Nanking Government may take, there is no knowing what will be the possible repercussions among the Chinese masses. There exists, it must be admitted, a danger of an untoward outbreak at any moment.

We have more than once called the attention of both the Chinese Central Government and local authorities to the matter of control of anti-Japanese activities and protection of our nationals in China. In order to ensure their safety, the Japanese Government is prepared to use all available means consonant with the development of the situation.

In a word, China holds the key to the settlement of the present incident as it depends entirely upon what course she will choose to follow.

I confidently hope that the Nanking Government will adopt such effective and appropriate measures as would accord with our desire and bring about an early amicable settlement.

Soviet Situation

The Government is giving a careful consideration to our relations with the Soviet Union. Incidents continued to occur along the Manchoukuo-Soviet frontier. The most serious case was the recent illicit invasion and occupation of Manchoukuo islands in the Amur which led to an armed clash between the Japanese and Manchoukuo forces and the Soviet intruders.

The situation threatened for a time to develop into one of extreme gravity. The affair ended, however, as you know, in a peaceful settlement, the Soviet Government agreeing to restore the status quo ante in that region.

The Japanese Government is deeply concerned over the state of things on the Manchoukuo-Soviet frontier which gives rise to frequent friction. What is needed, first of all, is to take practical steps to prevent these border disputes. For that purpose we should lose no time in setting up those two commissions for the demarcation of the border line and for the settlement of disputes which for some years past have been under consideration, and also to revise other means of removing tension all along the frontier.

I cannot but urge most strongly the Soviet Government to co-operate freely and unreservedly with us in this task for the sake of peace in East Asia.

Again, it is a matter of no small concern for the Government whether or not our nationals engaged in fishery in northern waters and those having oil and coal concessions in North Saghalien are to be accorded full guarantees for legitimate operation of their enterprises.

It is our policy never to tolerate the creation of any such circumstances as will in substance destroy those enterprises sanctioned by treaty .In short there remain between Japan and the Soviet Union a number of issues still pending for solution, for which the Government will do the best it can.

Traditional Friendship Enhanced

As for our relations with Great Britain, I am deeply moved when I say that a short while ago, on behalf of His Imperial Majesty the Emperor, His Imperial Highness Prince Chichibu, accompanied by Princess Chichibu, attended the Coronation ceremonies of the King and Queen of England, and by their mission enhanced the traditional friendship that binds our two nations.

While it has always been the consistent policy of the Government to promote Anglo-Japanese friendship, more recently the two Governments have come to an agreement of views regarding the advisability of entering into frank conversations with the object of adjusting the relations between the two countries. We hope to bring about an early fulfilment of that aim.

Amity With America

Japanese-American relations have been of late really good, being marked by an evergrowing amity and goodwill.

I am glad to say that the economic mission which visited the United States some weeks ago have, by their candid exchange of views with various circles, accomplished much towards establishing a closer contact between our two nations, economically and otherwise.

Last year, this country concluded an anti-Comintern agreement with Germany. The Government is striving for the effective application of this agreement, and, at the same time, for the furtherance of friendly and intimate relations between Japan and Germany.

Now turning to our trade relations with other countries, obviously the expansion of our export trade constitutes not only an indispensable condition of our national existence, but also one of the most important means of balancing our international accounts under the present economic circumstances in the country.

But, as a matter of fact, foreign Powers, for economic, financial or other reasons, still continue to maintain commercial barriers of various kinds against Japanese goods.

The Government is working for a smooth development of our export trade by concluding such individual agreements with the Governments of those countries as may be best suited to their respective circumstances or by arranging private agreements to be arrived at between our business interests and those of other countries.

I am glad to say that since last spring, our trade negotiations with India, Burma, the Netherlands East Indies and Turkey have all been brought to a successful conclusion.

The Government will strive more energetically than ever for the maintenance and furtherance of Japan's commercial interests and, at the same time, will make all possible endeavours for ensuring free access to raw materials and natural resources and promoting freedom of international trade.

Restoration of Freedom of Trade

It is gratifying to note the growth of certain tendencies favourable to the restoration of the freedom of trade. I desire to take this opportunity to declare the readiness of the Japanese Government to participate heartily in any international undertaking to convert these tendencies into reality.

As may seem from what I stated above, Japan's foreign relations are presently fraught with difficulties and problems. For the effective execution of our foreign policy at this time a true national unity is required—unity which is based upon a full comprehension of the international situation.—Domei.

Twenty-three members of the German R.E.K. (Ex-Prisoners of War Society) and the National War Victims' Association left England recently after having been the guests of the Maldon and Heybridge (Essex) British Legion for a week. Last year a party of over 30 members of the Maldon and Heybridge British Legion visited Germany as the guests of the R.E.K.

GUNSHOTS INTO THE OCEAN'S BED

Penetrating the Deposits of 20,000 Years Ago

An ocean-bed gun, fired a mile-and-a-half or more beneath the surface of the sea, may recapture secrets of marine life which have been lost for 20,000 years writes the science correspondent of the "Morning Post."

The gun has been invented by an American geologist, Dr. C. S. Piggot, with the support of the Geological Society of America and of the United States lighthouse service. Its object is the taking of sample borings substantially deeper into the ocean bed than has before been possible.

Since the ocean floor is continuously growing, through slow sedimentation, the effect is that of boring downward into time.

An inch of deposit, it is estimated, represents from 150 to 300 years, accordng to the conditions. Dr. Piggot's gun will enable samples ranging from four feet to eight feet of deposit to be obtained—the equivalent of 6,000 to 25,000 years of sea history.

Although this is a relatively short period on the evolutionary time scale, it is long enough to make the recovery of extinct forms of life possible. Even the surface layers of the ocean bed have yielded sharks teeth of extinct species.

Another mystery which Dr. Piggot's gun may help to clear up is the curious fact that the sediment of the ocean bed is more than three times as rich in radium as are the rocks of dry land.

Geologists are divided as to the explanation. One theory is that minute sea-living organisms may have the power of concentrating radio-active materials from the sea within them.

CHRONIC STOMACH PAINS

"Husband would not be alive now"

All men and women who suffer with their stomachs will sympathise with the plight of Mr. P. Everyone afflicted by stomach trouble can take new heart from the remarkable recovery which his wife gratefully records. Here are extracts from her letters:—

"Seven years ago my husband had a very serious illness with gastric ulcer on the bowels, which rendered him unable to work for 12 months, and after he resumed work, he suffered with chronic stomach pains. After trying other remedies, I tried Maclean Brand Stomach Powder, and the result has been wonderful.... If it had not been for Maclean Brand Stomach Powder my husband would not be alive now, as it is he is well and strong, and for that I am so thankful."

This is no isolated example of quick and almost miraculous relief of stomach trouble by MACLEAN BRAND Stomach Powder. Tens of thousands of stomach sufferers—from those who have experienced Indigestion pains after meals to those who have been in the toils of gastric or duodenal ulcers—have had cause to bless the day they first began to use this remarkable remedy.

But if you want to make sure your pain stops quickly, surely and safely, be certain you get the original Maclean Brand Stomach Powder. Look for the signature, "ALEX. C. MACLEAN" on the bottle and carton. Genuine Maclean Brand Stomach Powder is sold only in bottles in cartons. Never sold loose. Powder or Tablets.

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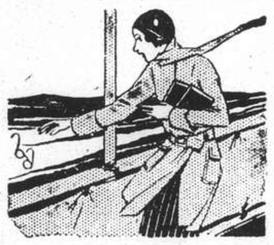

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FROM DAY TO DAY

MISS Corinne M. Stearns, of Fredericksburg, Virginia, sailed yesterday in the ss. Katori Maru for Hongkong after a two days visit to Shanghai.

SCOUTS going to the camp at Weihaiwei should assemble at Nanking Road with their baggage at 10 a.m. on Saturday. Embarkation on the ss. Tingsang has been deferred to Sunday at 8 a.m.

MR. Yu Yu-jen, President of the Control Yuan who has been in Kuling during the past fortnight, left the summer resort on Monday morning for Kiukiang where he boarded a steamer for Nanking.

AMONG Government officials who returned to Nanking from Shanghai on monday were Messrs. Cheng Tien-ku, Vice-Minister of Industry, Ma Chao-chun, Mayor of Nanking, and Shao Li-tze, Director of the Central Publicity Department.

AT the weekly Sun Yat-sen memorial service held in the National Government headquarters on Monday the Minister of Judicial Administration, Mr. Wang Yung-ping, made a report on "Judicial Administration during the Past Two Years."

THE Kwangtung provincial authorities have issued an order prohibiting foreign fishing trawlers from working within Chinese territorial waters and saying that anyone ignoring the warning will be considered as a foreign spy and dealt with as such. The establishment of radio stations without official permission is also strictly forbidden by the order.

THE King has been pleased, on the recommendation of the Secretary for Scotland, to approve the appointment of Dr. Noah Morris, D.Sc., D.P.H., F.R.F.P.S.G., Lecturer in Pathological Biochemistry in the University of Glasgow, to be Regius Professor of Materia Medica in the University of Glasgow in place of Professor Ralph Stockman, resigned.

DURING the last couple of days, 'planes of the China National Aviation Corporation have been able to fly only as far north as Tientsin where they landed at the Paitai aerodrome near Nankai, says a local report to the Chinese press. The repair shop of the Corporation in Lunghwa will be removed to Hankow at the beginning of next week, adds the despatch.

LORD Horder, who was accompanied by Lady Horder, presided at a luncheon held at Claridge's on July 6 to meet the High Commissioner for India, Sir Firozkhan Noon, and representatives of the Councils of the People's League of Health, to commend a project for the establishment of an All-India League of Health on similar lines to the organization in Great Britain.

PAUL S. Mihailoff, a Russian chauffeur, was accused of mischief in the First Special District Court yesterday, it being alleged by the police that at 11.45 p.m. July 25, at Keswick Road, near Jessfield Road, the accused, in a manner likely to cause damage to the complainant, Mr. G. Belkin, rendered useless a motor car belonging to the complainant by colliding with a telephone post. At the end of the hearing, the Judge ordered the case to be transferred to the Shanghai City District Court.

"SORRY, you chaps, if I'm spoiling your week-end," murmured Mr. Harry Jordon, aged 28, of Fieldway-road, Northampton, as he was brought badly injured down the slopes of Ben Nevis to Fort William. He had been climbing alone on the Tower Ridge, and is assumed to have fallen from the lower rock pitches on to the stony slope of a scree. Three other climbers discovered Jordon and carried him to the mountaineers' hut, about 2,000ft. up, after which their leader got down into Fort William and raised the alarm.

DEATHS in the French Concession for the week ending July 24 totalled eight foreign and 154 Chinese, according to the report issued by the Public Health Department of the F.M.C. Foreign cases were:—Dysentry three; Amoebic Dysentry one; Scarlet Fever one; Typhoid three; Paludism one; Pneumonia one; Tuberculosis three, deaths one; miscellaneous 31, deaths seven. Chinese cases were:—Diptheria one; Dysentry one; Recurring Fever one; Scarlet Fever four; Typhoid nine, deaths two; Smallpox two; Tuberculosis four, deaths three.

THE Union of South Africa sent £85,182,306 worth of gold bullion and specie to Britain last year. This figure, given in a London Chamber of Commerce survey issued recently is an increase of more than £14,000,000 over 1935, and nearly £30,000,000 over 1934. Merchandise exports to the United Kingdom dropped slightly to £13,499,489. Including gold, 86 per cent. of South Africa's export trade is with Britain. On the imports side South Africa is now Britain's best customer, buying more than 45 per cent. of its requirements from the United Kingdom. More than £38,000,000 worth of United Kingdom merchandise was sold to South Africa last year. Exports from the United Kingdom are still increasing, and for the first quarter of this year were more than £10,000,000.

SUSPECTED of negligence causing the death of a five-and-half month old child, Huang Bang-sz, a wet nurse employed by the Nyung family in Chaoufoong Road, was brought before the First Special District Court yesterday and, on application of the S.M. Police, was ordered to be detained till next Tuesday. The complainant told the police that on July 25, she brought her five-and-half-month old child to her sister's home in Chaoufoong Road. Huang Bang-sze, being a wet nurse employed to feed the child, went with them. At 10 p.m. that day, the nurse went to bed with the child who was in good health. At 1 a.m. on July 26, the child's mother visited the nurse's room and was greatly surprised to find that her child had died. The nurse, awakened by the mother, was unable to tell when the child died and how. It was strongly suspected that the nurse had been negligent, causing the child's death, so she was handed over to the Wayside Police Station by the complainant.

VILLAGERS of Youlgrave, near Bakewell, Derbyshire, are to keep up an old Midsummer Day custom by decorating local wells with garlands of flowers.

A CHOLERA epidemic is sweeping over two villages in the southern suburbs of Hsuchow as a result of the heat wave, already having taken a death toll of several children, according to the Central News.

IN the case of Rex v. Karam Singh (alias Durga Dass), Rattan Singh and Sadhu Singh, reported in yesterday's "North-China Daily News," Mr. John McNeill appeared as acting Crown Advocate.

A PARTY of German war blinded men, including Herr August Martens, the head of the German blinded soldiers' organizations, arrived in Britain on a visit to St. Dunstans on July 13.

MR. Huang Po-tu, Secretary of the Chinese Embassy in Tokyo, who has been in Nanking during the past few days calling on high officials of the Ministry of Foreign Affairs, sailed for Japan from Shanghai this morning by the liner President Coolidge.

MR. Sun Fo, President of the Legislative Yuan, who made a hurried visit to Nanking on Tuesday to confer with Generalissimo Chiang Kai-shek on "important matters," returned to Shanghai yesterday morning. After remaining here for a short time, Mr. Sun is expected to sail for the South.

DR. Sah Peng-tung, the newly appointed President of the Amoy University who arrived in Amoy on July 25, formally took over the administrative duties from the retiring President, Dr. Lim Boon-keng, on Monday, states a special despatch to the China Times. Dr. Sah is a former professor of physics in the National Tsinghua University in Peiping.

THE Princess Royal inspected 3,000 Girl Guides at Sandringham on July 3. She presented to eight-year-old Betty Wilbrick, of Norwich, the Girl Guide medal for bravery in saving the life of her baby sister, whose clothes caught fire. Lady Baden-Powell, the Chief Guide, took the salute at a march past of 6,000 Guides on Southsea Common.

EARLY in July £112,500 was shared out among the employees of the Nuffield Group of Companies. This represented the first dividend from 1,000,000 Ordinary shares of Morris Motors, Limited, presented by Lord Nuffield to his employees last year. This was in addition to the "holidays with pay" scheme also in operation at the factories. Under both schemes many employees received as much as £16.

A WARNING that the death penalty will be meted out to anyone who disturbs the currency stability in Taiyuan was given by Mr. Chao Tai-wen, Chairman of Shansi, on Monday at a joint weekly memorial service of the Shansi Provincial Government and the Shansi Pacification Headquarters. Mr Chao emphasized that every precaution should be taken to maintain the economic soundness of Shanghai.

Sixpence in the slot and half a pint of beer or stout delivered to you in a clean container; a shilling in the next slot and a club measure of whiskey spouts out. A new kind of pump has been invented by two London business men. At the moment it is not meeting with the success it deserves—owing to the fact that brewers are afraid of the licensing laws. It is intended to put these pumps on long stretches of country road, where there is no inn.

THE following Orchestral Concert will be given by the Municipal Orchestra in Jessfield Park (weather permitting) to-night, starting at 9 p.m.:—

Overture "Oberon" ..... Weber
Suite No. 1 "The Wand of Youth" Elgar
(a) March
(b) The Little Bells
(c) Moth and Butterflies
(d) Fountain Dance
(e) The tame Bear
(f) The Wild Bears
Waltz from 5th Symphony Tschaikowsky
Two Dances from "Nell Gwyn" German
(a) Pastoral Dance
(b) Merrymakers' Dance
Valse from "Faust" ..... Gounod
Intermezzo "I Pagliacci" .... Leoncavallo
Grand Selection "Mefistofele" .... Boito

TWENTY-eight motion pictures produced by ten Chinese film companies were shown in Shanghai during the first six months of 1937. This number, which forms a mere fraction when compared with that of imported films, is nevertheless an improvement over the output during the corresponding period last year. Of these 28 pictures, it is reported, United Photoplay contributed nine, while the Star and the Yi Hwa Studios were responsible for five each. It is learnt that the picture which had the longest run during its first showing was the "Midnight Song" produced by the Sin Hwa Company, while the honour of being the first Chinese film to be shown in the United States went to "Tien Luan" or the "Song of China," made by the United Photoplay.

THE Fourth United States Marines offers another outstanding programme for their church service and concert next Sunday morning at ten o'clock in the Cathay Theatre. The Regimental Chaplain, Lieut. Frank R. Hamilton, will conduct the worship and deliver the sermon on "The Business of Religion." A special musical feature will be a clarinet quintet "One Sweetly Solemn Thought" by Parks, rendered by the Clarinet section of the Marines' Band. Selections by the Band in the Service include the Prelude "After Sunset" by Pryor and "Parting" by Bendix for the Offertory. Private First Class Armand Bouchard, of the Fourth Marines' Band, is the featured baritone soloist in the Concert which follows the service. He will sing two solos, Massenet's "Elegie" and Schubert's "Serenade." The regimental band, under the able direction of Bandmaster Leon Freda, introduces the Concert with the Overture "Hungarian Comedy" and also plays a selection from Lauder's "Prince of Pilsen." The excellent programme concludes with the rendition of the Marines' Hymn and the American National Anthem by the Marines' Band. The public of Shanghai of all nationalities is cordially invited to both the service and concert.

Letters to the Editor

POSTAL PROBLEMS

(Continued from page 2)

Y, the sign of "for superscribed mail" did not appear after the name s.s. Tsinan. Was this overlooked by our said correspondent or perchance it was overlooked by postal dispatcher when he make up the list for the press. In view of the lack of space please let this point pass. It is difficult to see why any one should prefer to send his mails by the slower boat. It just goes to show the idiosyncrasy of a cross section of the general public and how patient and thoughtful the post office has been to cater to its whims.

In regard to the sub post office referred to, it is conceded that there are two persons in the office but the actual work is done by one, as the other appears to be "in charge" and whose duty is to supervise and not to do the actual work of dispensing stamps or writing receipts.

As A HEAD seems to have ready access to source of postal information I think it might be of interest to give a list of airmail boxes which is not very numerous. So far as I could discern no such boxes are found west of the one on Nanking Road near Yates Road. If air letters dropped into the ordinary mail boxes before the last collection on or before midnight, cannot make the aeroplane leaving the following day, I think it would be a good idea if an air mail box could be placed in front of some of the sub post offices, like the one at Bubbling Well. Of course whether there is enough airmail to warrant such an expenditure or not is a matter, the competent authorities are in better position to know.

"If charges are true amend your ways; if not redouble your good efforts," is a good old Chinese adage and it is in this spirit that I have written.

A QUE.

Shanghai, July 26.

GOOD HOLIDAYS IN KASHMIR

River Houseboat Sojourn in the Lofty Vale

"Each elephant—1 rupee, 8 annas." After reading this line on the signboard at the toll-bridge which is reached in midmorning on the all day journey from Rawalpindi to the Vale of Kashmir, one may watch in vain for a single elephant, writes Amanda Boyden to the New York "Times." But although one sees none, it may thrill to know that the beasts are still occasionally met on this mountain road.

Unless you wish to spend a night at a Dak bungalow where accommodations are primitive, you will order your touring car (the popular model in India) to call for you at an early hour in 'Pindi. Suitcases and the bedding rolls, which are a necessary adjunct to the traveller's kit are securely strapped on the luggage rack. Dark glasses and a thermos bottle filled with cold boiled water will add to comfort on the trip.

The road ascends rapidly, and after the sweltering heat of the plains the fresh, cold air seems to impart new life. At Domel, which marks the border of Kashmir, you will be allowed to proceed on the assurance that you carry no firearms or beef. The Punjab is Hindu. That sect holds cattle sacred. In Kashmir, as in India, the animals roam the streets at will and the punishment for deliberately killing one of them is twelve years in prison.

Glamorous Vale of Kashmir

The Vale of Kashmir is as glamorous as its name. Lying at an altitude of 5,200 feet, between the lofty Pir Panjal range and the foothills of the Himalayas, its lakes and waterways permanently mirror the beauty of snowy peaks.

Flowers grow everywhere, even on the mud-covered roofs of dilapidated houses. Where rice paddies give way to dry land on either side of the poplar-lined Jhelum River Road, grazing sheep wander knees deep in wild iris. It is a land of colour and vivid contrasts. Meadows are alight with the yellow mustard from which the Kashmiri extract their cooking oil. Poppies flame in the wheat fields. Birds of brilliant plumage flash through the air and pause to pour out their songs in the ancient chinar trees.

One may live on a houseboat on Jhelum River in the midst of all this beauty at very small cost. The best introduction to such an unusual and pleasant holiday is to board the floating home at Sopur, 165 miles from Rawalpindi. From this small village on the Jhelum one is poled and towed by turns down the winding river to Srinagar, Kashmir's Summer capital, which is reached on the evening of the third day.

Living on a Houseboat

The larger houseboats, and these are in the majority, accommodate three persons. They are built of unpainted pine, nicely finished with scroll work and carved designs. Roofs are gabled at the after end, the forward part forming an open veranda which may be covered with an awning. Within is a comfortably furnished, screened living room, dining room and three bedrooms, each with a small communicating bathroom.

Each houseboat has its accompanying cookboat, in which the owner and his family live. Guests are served only by male Kashmiri. Adult female members of the boatman's family, although not in purdah, as are the wives and sisters of Mohammedan merchants, are rarely seen.

Aside from its superb scenery, the vale's chief charm lies in its gardens, some of which were laid out by Moghul conquerors more than 300 years ago. These are Persian in design, having pillared pavilions and broad water-courses centrally placed in smooth, terraced lawns.

On Sundays, when the fountains play, Hindu and Mohammedan families visit the gardens in large numbers. Vivid-huen turbans and saris match their colours with the beds of roses, pansies, calendula and phlox, forming a pleasing contrast with green grass and the dark foliage of chinars.

After a day spent at Nishat Bagh, or Shalimar, the "abode of love," as one lies back in your shikara listening to the rhythm of the heartshaped paddles one will probably feel that there is no lovelier spot on earth for a holiday than this "Venice of the East," the Vale of Kashmir.

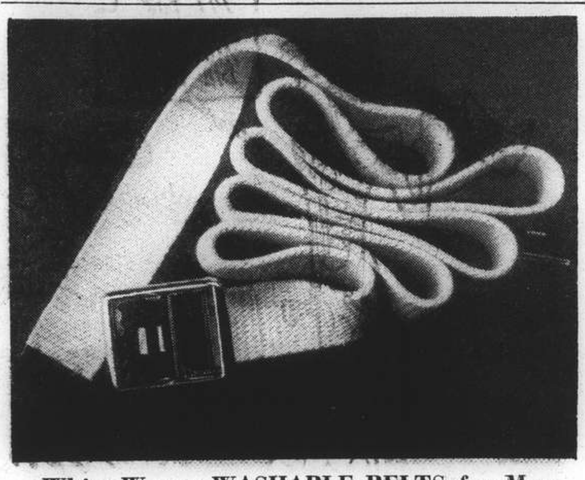
ACKNOWLEDGEMENTS

The Lester Chinese Hospital.—
From "The North-China Daily News" $50.00
Chester Fritz $50.00
The Missions to Seaman.—From J. F. M. $4.00
in memory of Dr. A. T. Kember.
B.W.A. Social Service Board.—
From Mr. and Mrs. D. J. Donne $10.00
in memory of Mrs. J. T. Ford.
St. Faith's Settlement.—From J. F. M. $10.00
in memory of Dr. A. T. Kember.

North-China Daily News

Summer Holiday Notice

For $3 per month, including postage, the "North-China Daily News" will be delivered to any address in China, Korea and Japan; or for shorter or for longer periods at proportionate cost. Ring up 11055, ask for the Circulation Department, or write to the Publisher, North-China Daily News, 17 The Bund, Shanghai.



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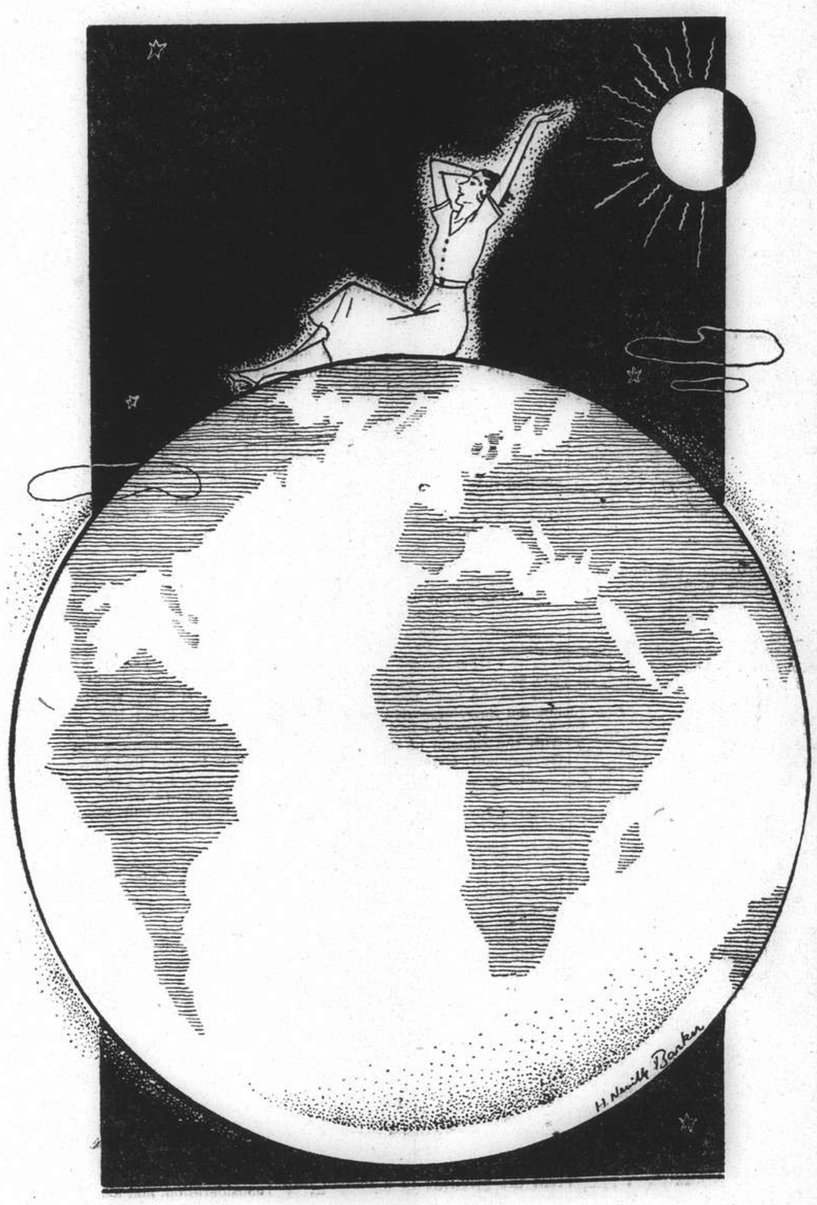

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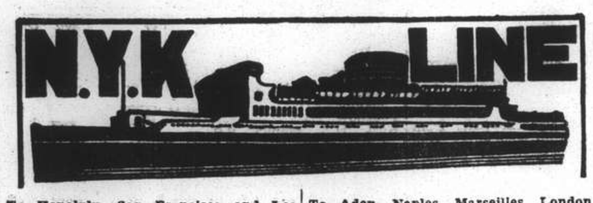

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TATSUTA MARU	Aug. 15
ASAMA MARU	Sept. 10
CHICHIBU MARU	Oct. 2
TATSUTA MARU	Oct. 16
ASAMA MARU	Nov. 6

To Vancouver and Seattle

HIYE MARU (From Kobe)	Aug. 2

To New York, Boston, Philadelphia and Baltimore

NOTO MARU	Aug. 20
NOSHIRO MARU	Sept. 6

To South American (West Coast Ports)

RAKUYO MARU	Aug. 20

To Kobe and Yokohama

HAKONE MARU	Aug. 3
SUWA MARU	Aug. 19

To Nagasaki and Kobe (Rapid Express Service)

†NAGASAKI MARU	July 28
†SHANGHAI MARU	July 30
NAGASAKI MARU	Aug. 1
SHANGHAI MARU	Aug. 5

†Terminates at Nagasaki

To Aden, Naples, Marseilles, London, Antwerp and Rotterdam via Hongkong, Straits and Colombo

	Leave Shanghai
KASHIMA MARU (Calling at Keelung)	Aug. 10
YASUKUNI MARU (Calling at Hamburg)	Aug. 24
HAKONE MARU	Sept. 7
SUWA MARU (Calling at Keelung)	Sept. 21
FUSHIMI MARU	Oct. 5

To Hamburg via Panama

To Hamburg via Port Sudan, Alexandria and Casablanca

KINUGASA MARU	Aug. 31

To Liverpool

DELAGOA MARU	Aug. 6

To Bombay

GINYO MARU	Aug. 7
TOKIWA MARU	Aug. 24

To Hongkong

TATSUTA MARU	Aug. 3
ASAMA MARU	Aug. 25

To Australian Ports via Manila (From Hongkong)

KAMO MARU	Aug. 28

To Moji and Kobe

*MIKAGE MARU No. 18	Aug. 7
*HAKKAISAN MARU	Aug 14

*Freight only

For Passage or Freight apply to **NIPPON YUSEN KAISHA**
31 The Bund
Tel. 12842 After Office Hours 18885

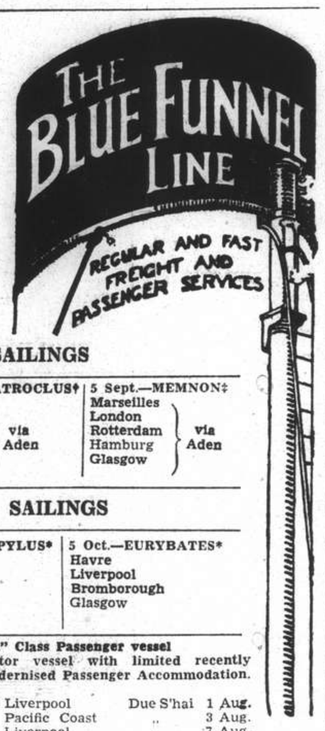
General Passenger Agents of Cunard-White Star, Ltd.

PASSAGE FARES
Shanghai to London

Class	Single	Return
A	£88	£154
B	£68	£119
C	£64	£112

Passenger Office
21-23 French Bund

Butterfield & Swire
Agents
Telephone 82020



LONDON SAILINGS

7 Aug.—DEUCALION*	22 Aug.—PATROCLUS†	5 Sept.—MEMNON‡
Marseilles, London, Rotterdam, Hamburg, Glasgow — via Aden	Marseilles, London, Rotterdam, Hamburg, Glasgow — via Aden	Marseilles, London, Rotterdam, Hamburg, Glasgow — via Aden

LIVERPOOL SAILINGS

28 Aug.—MARON*	18 Sept.—EURYPYLUS*	5 Oct.—EURYBATES*
Havre, Liverpool, Bromborough	Liverpool, Bromborough	Havre, Liverpool, Bromborough, Glasgow

*Cargo steamer with limited Passenger Accommodation.
† "A" Class Passenger vessel
‡ Motor vessel with limited recently modernised Passenger Accommodation.

SERVICE OUTWARD

ACHILLES	from Liverpool	Due S'hai	1 Aug.
TYNDAREUS	Pacific Coast	,,	3 Aug.
MEMNON	Liverpool	,,	7 Aug.
STENTOR	Liverpool	,,	14 Aug.
TEUCER	Gdynia & N. Continental Ports	,,	16 Aug.
ANTENOR	Liverpool	,,	17 Aug.

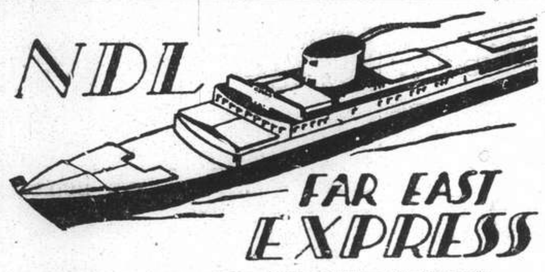
LLOYD TRIESTINO

SAILING LIST

SECOND HALF YEAR 1937

VICTORIA	Aug. 19	Naples, Genoa.
CONTE VERDE	Sept. 2	Brindisi, Venice, Trieste.
CONTE BIANCAMANO	Sept. 17	Naples, Genoa.
CONTE ROSSO	Sept. 30	Brindisi, Venice, Trieste.
VICTORIA	Oct. 21	Naples, Genoa.
CONTE VERDE	Nov. 4	Brindisi, Venice, Trieste.
CONTE BIANCAMANO	Nov. 17	Naples, Genoa.
CONTE ROSSO	Nov. 27	Brindisi, Venice, Trieste.
VICTORIA	Dec. 17	Naples, Genoa.
CONTE VERDE	Dec. 31	Brindisi, Venice, Trieste.
CONTE BIANCAMANO	Jan. 15	Naples, Genoa.

26 The Bund. Tel. 16885 Tel. Ad.: LLOYDIANO.



PASSENGER AND FREIGHT SERVICE
SHANGHAI to EUROPE

Genoa, Southampton, Rotterdam, Bremen and Hamburg

ss. Isar‡§*¶	Aug. 3
ss. GNEISENAU	Aug. 27
ss. Oder‡§	Sept. 15
ss. SCHARNHORST	Sept. 24
ss. Donau§	Oct. 18
ss. POTSDAM	Oct. 22

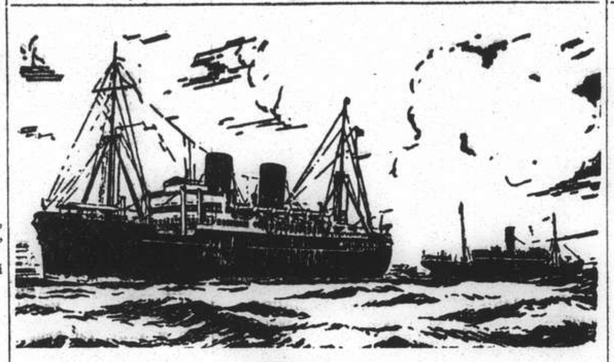
*Calls Casablanca §Calls Oran
‡Calls Marseilles instead Genoa ¶Calls Malta

ARRIVALS FROM EUROPE

Steamer:	Last Position:		Due Shanghai
ss. Sinnington Court			In port
ms. Trave	left Port Said	July 10	Aug. 7
ss. Gneisenau	left Genoa	July 22	Aug. 14
ss. Oder	left Bremen	July 21	Aug. 31
ss. Scharnhorst	leaving Hamburg	Aug. 7	Sept. 11
ss. Donau	leaving Hamburg	Aug. 21	Oct. 4
ss. Potsdam	leaving Hamburg	Sept. 4	Oct. 9
ss. Crefeld	leaving Hamburg	Sept. 18	Nov. 6

For Passage and Freight apply to:

MELCHERS & CO.
General Agents:
Norddeutscher Lloyd, Bremen
210 Kiukiang Road Telephone 15566



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Direct Fortnightly Mail Steamers (under contract with H.M. Govt.)

TO BOMBAY, MARSEILLES and LONDON
Via Hongkong, Straits and Ceylon

			Tonnage
July	27	*Behar	6,100
Aug.	3	Kaisar-I-Hind	11,500
	10	*Soudan	6,700
	17	Rajputana	17,000
	31	Ranpura	17,000
Sept.	7	*Burdwan	6,000
	14	Rawalpindi	17,000
	28	Corfu	15,000

*Cargo only; calling at Casablanca Havre. Hull, Hamburg, Rotterdam and Antwerp.

BRITISH INDIA STEAM NAVIGATION CO.
To CALCUTTA via PORTS

	Leave Shanghai For Japan	Leave Hongkong
SANTHIA		July 31
TALMA		Aug. 14
SIRDHANA	Aug. 10	Aug. 28

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FAST MAIL SERVICE
SHANGHAI TO AUSTRALIA DIRECT
Via Japan, Hongkong and Rabaul

Australia and New Zealand for a healthy and cheap holiday. Your money is worth 25% more. Variations of climate to suit all, with surfing, fishing and shooting second to none.

Steamers	Commanders	Lv. Shanghai via Japan	Leave Hongkong	Arrive Sydney
NELLORE	H. C. G. Stratford		July 31	Aug. 19
TANDA	E. Pilcher	Aug. 10	Sept. 3	Sept. 22
NANKIN	T. J. Mills	Sept. 10	Oct. 2	Oct. 21

Taking Passengers and Cargo Direct from Shanghai or Transhipping via Hongkong

All vessels may call at any ports on or off the route—and the route and all sailings are subject to change or deviation with or without notice.

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9 Av. Edward VII
Tel. 82034

THE FRENCH MAIL LINER
JEAN LABORDE
will sail for KOBE on July 29, at 8 a.m. from C. M. Central Wharf due back at SHANGHAI on August 6

RATES OF PASSAGE

SINGLE	Kobe	ROUND TRIP (available 3 months)	Kobe
1st Class	$83	1st Class	$140
2nd Class	57	2nd Class	100
3rd Class	35	3rd Class	63

Summer Vacation
to visit the
GIGANTIC YANGTZE GORGES
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for
Comfort, Speed, Service
Every Tuesday and Friday from Shanghai to Chungking
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Please apply to
The Ming Sung Industrial Co., Ltd.
180 Ningpo Road Tel. 93230

WILHELMSEN LINES

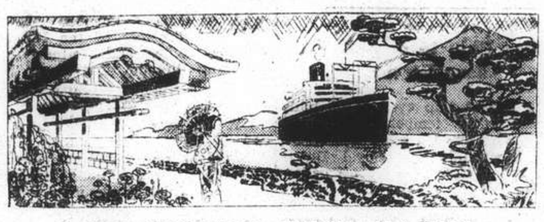
OUTWARDS

ms. TRITON	Due Shanghai Aug. 9
ms. TOURCOING	Due Shanghai Sept. 11
ms. TUNGSHA	Due Shanghai Sept. 26

HOMEWARD DIRECT FOR
Tripoli, Casablanca, Antwerp, Rotterdam, Hamburg and Scandinavia

ms. TAI SHAN	9.860	tons	Aug. 16
ms. TAI PING YANG	9.886	tons	Sept. 15
ms. TOURCOING	9.591	tons	Oct. 14

Through Bills of Lading for Baltic and Scandinavian Ports.
Optional Bills of Lading for U.K. Ports
For freight and passage, please apply to the
Agents: O. THORESEN & CO.
110 Szechuen Road Telephone 11881-11886



LOW ROUND TRIP FARES TO JAPAN

Available June 1 to September 30, return limit three months
but not later than October 31

ROUND TRIP

FIRST CLASS

Shanghai—Kobe	Yen 145.00
Shanghai—Yokohama	Yen 175.00

TOURIST CLASS

Shanghai—Kobe	S.$ 94.00
Shanghai—Yokohama	S.$117.00

AMERICAN MAIL LINE DOLLAR STEAMSHIP LINES

51 CANTON ROAD TEL. 15309

East Asiatic Co., Ltd.
of Copenhagen

Outwards from European Continental Ports

MS. AFRIKA	in port
MS. TONGKING	Aug. 11
MS. INDIA	Sept. 6

Loading Homewards for
JAFFA, HAIFA, CASABLANCA, ROTTERDAM, HAMBURG, COPENHAGEN

MS. PANAMA ..... Aug. 4

Through Bills of Lading issued to all Continental, Baltic and Scandinavian ports. Optional Bills of Lading issued to U.K. ports

Agency of
THE EAST ASIATIC CO., LTD.
Telephone 15055 17 Canton Road

HAMBURG-AMERIKA LINIE
Far Eastern Mail
Passenger and Freight Service

SAILING FROM SHANGHAI TO EUROPE:

ms. KULMERLAND	Aug. 13	Genoa, Rotterdam, Hamburg.
mv. DUISBURG	Aug. 28	Genoa, Rotterdam, Hamburg.

DUE AT SHANGHAI FROM EUROPE:

mv. DUISBURG	Aug. 5	Left Singapore	July 23
ss. CASTLEMOOR	Aug. 15	Passed Singapore	July 25
ss. OLDENBURG	Aug. 15	Passed Suez	July 20
ss. SCHEER	Aug. 16	Passed Suez	July 11
mv. SAUERLAND	Aug. 20	Passed Suez	July 19
ss. BADEN	Sept. 1	Left Rotterdam	July 14

Through-tickets Far East/America/Europe issued
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American Pioneer Line

Due Shanghai from New York

MS. WARD	July	31
MS. JEFF DAVIS	September	18

To New York, Boston, Baltimore, Philadelphia

MS. WARD	August	5
MS. JEFF DAVIS	September	23

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Managing Agents For The United States Maritime Commission
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of the United Netherlands Navigation Company
FAR EASTERN FREIGHT SERVICE

OUTWARD
From Bremen, Hamburg, Antwerp, Amsterdam, Rotterdam and Genoa

S.S. MEERKERK	Due to Arrive Aug. 14
S.S. SEROOSKERK	Due to Arrive Sept. 11

HOMEWARD
to
ADEN—PORT SAID—JAFFA—HAIFA
Genoa, Marseilles, Rotterdam, Amsterdam, Hamburg and Bremen

S.S. GAASTERKERK	Due to Sail Aug. 7
S.S. MEERKERK	Due to Sail Sept. 7

Through Bs/L issued to all Mediterranean and all North Continental Ports. Optional Bs/L issued to United Kingdom/Continental Ports.

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Shanghai/Genoa/Marseilles	£56
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"Queen of the Pacific"
EMPRESS OF JAPAN
sails for
HONGKONG AND MANILA
from SHANGHAI & HONGKEW WHARF
—SHANGHAI SIDE 10.30 a.m.
WEDNESDAY, JULY 28

TRANS-PACIFIC SAILINGS

Steamer	S'hai Leave	N'saki Leave	Kobe Leave	Y'hama Leave	H'lulu Leave	Victoria & Vancouver Arrive
Empress of Japan	Aug. 8	—	Aug. 11	Aug. 13	Aug. 19	Aug. 24
Empress of Asia	Aug. 19	Aug. 21	Aug. 23	Aug. 25	Sept. 1	Sept. 7
Empress of Canada	Sept. 5	—	Sept. 8	Sept. 10	Sept. 17	Sept. 22
Empress of Russia	Sept. 19	Sept. 21	Sept. 23	Sept. 25	—	Oct. 4
Empress of Japan	Oct. 3	—	Oct. 6	Oct. 8	Oct. 14	Oct. 19
Empress of Asia	Oct. 17	Oct. 19	Oct. 21	Oct. 23	—	Nov. 1
Empress of Canada	Oct. 31	—	Nov. 3	Nov. 5	Nov. 12	Nov. 17

Direct Connections for Canadian and U.S. Overland Points
Also Atlantic Sailings for Europe

SOUTHBOUND SAILINGS

	Leave Shanghai	Due Hongkong	Due Manila
Empress of Japan	July 28	July 30	Aug. 1
Empress of Asia	Aug. 8	Aug. 10	Aug. 12

For full information and literature apply to
Canadian Pacific
WORLD'S GREATEST TRAVEL SYSTEM
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By "DUTCH MAILS" To EUROPE

via Bali and Java *or* via Singapore

(Shanghai-Java by J.C.J.L.) (Shanghai-Singapore by "Interchange" Line)

	Tonnage	Leave Batavia	Leave Singapore	Arrive Genoa/Marseilles
ms. Marnix v. St. Aldegonde	19,200	Aug. 11	Aug. 13	Sept. 1
ms. Sibajak	13,500	Aug. 18	Aug. 20	Sept. 8
ms. Christiaan Huygens	16,000	Sept. 1	Sept. 3	Sept. 21
ms. Dempo	17,000	Sept. 8	Sept. 10	Sept. 28
ms. Johan v. Oldenbarnevelt	19,100	Sept. 22	Sept. 24	Oct. 12
ss. Slamat	12,000	Sept. 29	Oct. 1	Oct. 19
ss. Johan de Witt	11,000	Oct. 13	Oct. 15	Nov. 3
ms. Indrapoera	12,000	Oct. 20	Oct. 22	Nov. 5
ms. Marnix v. St. Aldegonde	19,200	Nov. 3	Nov. 5	Nov. 23
ms. Baloeran	17,000	Nov. 10	Nov. 12	Nov. 30
ms. Christiaan Huygens	16,000	Nov. 24	Nov. 26	Dec. 14
ms. Sibajak	13,500	Dec. 1	Dec. 3	Dec. 21
ms. Johan v. Oldenbarnevelt	19,100	Dec. 15	Dec. 17	Jan. 4 1938
ms. Dempo	17,000	Dec. 22	Dec. 24	Jan. 11
		1938	1938	
ss. Johan de Witt	11,000	Jan. 5	Jan. 7	Jan. 26
ms. Indrapoera	12,000	Jan. 12	Jan. 14	Feb. 1
ms. Marnix v. St. Aldegonde	19,200	Jan. 26	Jan. 28	Feb. 15

SINGAPORE—GENOA/MARSEILLES 18 DAYS

For further particulars apply to:
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133 SZECHUEN ROAD TELEPHONE: 16247

"Glen" and "Shire" Lines

Joint Services to and from the United Kingdom, Continent, etc.

Vessels due to sail from Shanghai

SS. GLENIFFER ..... Aug. 14

For Casablanca, London, Rotterdam, Hamburg, Antwerp, via Straits
Loading dates approximate and subject to alteration without notice

Vessels due to arrive at Shanghai from U.K. and Continental Ports

SS. GLENIFFER ..... Aug. 3
MV. GLENBEG ..... Aug. 8

JARDINE MATHESON & CO., LTD.
Passenger and Loading Agents
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BUTTERFIELD & SWIRE
Discharging Agents
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O.S.K.

Shanghai Sailings

For New York and Panama Canal, Philadelphia, Boston, Baltimore, via Los Angeles

*KWANSAI MARU	Aug. 12
*NANKAI MARU	Aug. 26
*HOKUROKU MARU	Sept. 10
*SANYO MARU	Sept. 27

For Foochow, Keelung and Takao

CHOSA MARU	Aug. 9
SEIKYO MARU	Aug. 16
CHOSA MARU	Aug. 24
SEIKYO MARU	Sept. 3

Hongkong and Kobe Sailings

For South America via Africa

BUENOS AIRES MARU	July 27
ARIZONA MARU	Aug. 4

For Bombay (From Hongkong)

*LONDON MARU	Aug. 3
*KIFUKU MARU	Aug. 20

For Calcutta (From Hongkong)

*HAGUE MARU	Aug. 2
*HAVRE MARU	Aug. 20

For Australia (From Kobe)

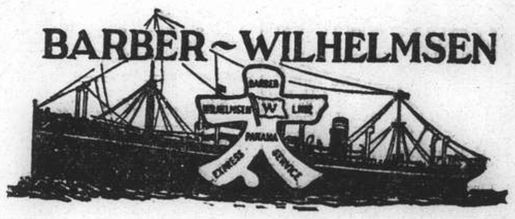
*CANBERRA MARU	Aug. 31

For New Zealand (From Kobe)

*MELBOURNE MARU	Aug. 20

*Cargo only

For Passage and Freight apply to:
OSAKA SHOSEN KAISHA
20 Canton Road Telephone 15324



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Special Accommodation for Silk, Refrigerated Cargo and Oil in Bulk

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THE SHIPPING WORLD

U.S. FLAGSHIP BOUND FOR VLADIVOSTOK

The U.S.S. Augusta, flagship of the Asiatic Fleet, has left Tsingtao on a goodwill voyage to Vladivostok. Admiral H. E. Yarnell, commander-in-chief of the U.S. Asiatic Fleet and his staff are on board the flagship which will spend about one week at Vladivostok before returning to Chefoo for summer target practice. The Augusta will be the first United States naval vessel to visit Vladivostok since 1921.

H.M.S. BERWICK FINALLY RETURNS HOME

After an absence of nearly three years H.M.S. Berwick returned to Plymouth early this month. She was commissioned in 1934 for service on the China Station, but after a year in the Far East steamed over 10,000 miles from Weihaiwai to Alexandria, where she remained throughout the Abyssinian war.

H.M.S. Royal Oak left Plymouth recently for Spanish waters. This was the sequel to a sudden alteration in the battleship's programme which necessitated cancelling a visit to Milford Haven so that the vessel could proceed to Plymouth to embark stores and ammunition before leaving for Spain.

Talabot Completes Voyage

According to information received yesterday, the mv. Talabot arrived at Antwerp on Sunday forenoon, July 25, completing her westbound passage from Shanghai.

* * *

Mikasa Maru Due To-day

The N.Y.K. Mikasa Maru will arrive to-day from Osaka, Moji and Kobe. The vessel will tie up alongside the company's Mail Wharf from which she is to sail on Saturday morning at 5 o'clock on her return trip to Japan ports.

* * *

Taikoo Ships

To-day, the ss. Shasi will arrive in Shanghai from river ports sometime this morning and the ss. Hunan will arrive from Tientsin during the afternoon or early to-morrow morning. To-morrow the ss. Nanning will arrive from Hongkong during the afternoon.

* * *

President Harrison

The Dollar round-the-world liner President Harrison arrived in Shanghai on Monday from New York via Havana, Cristobal, Balboa, Los Angeles, San Francisco, Honolulu, and Kobe. The steamer will continue her voyage to-day the last tender leaving the Customs Jetty at 2 p.m.

* * *

Jean Laborde in Port

From Marseilles via the Suez Canal, Djibouti and the usual ports, the mv. Jean Laborde, of Messageries Maritimes, arrived in Shanghai at daylight on Monday. The vessel is berthed alongside the China Merchants Central Wharf and will sail on Friday for Kobe.

* * *

Jardine Ships

The only ship of the line due to arrive in Shanghai to-day is the ss. Suiwo which should arrive this morning from Hankow alongside Hunt's Wharf. To-morrow, the ss. Kungwo will arrive from Hankow at Hunt's Wharf. The next sailing for Tsingtao is the ss. Chaksang which will leave Hunt's Wharf on Saturday.

* * *

Empress of Japan

From Vancouver and Victoria via Honolulu, Yokohama and Kobe, the ss. Empress of Japan arrived in Shanghai yesterday at 2 p.m., bringing many passengers and the latest mail from America. The vessel will be berthed alongside the Shanghai and Hongkew Wharf Company's Hongkew Wharf from which she is to sail to-day at 10.30 a.m. bound for Hongkong and Manila.

PASSENGERS ARRIVING

I. C. Daviken

From Tsingtao. July 24. Mr. and Mrs. G. Arkadieff, Mrs. K. S. Lee, Mrs. and Miss Lewis, Mrs. Stevens, Micc Dickinson.

R. D. President Coolidge

From Manila and Hongkong. July 26. Mrs. Henry Bleecker, Mrs. Chow Ching, Miss Chow Ching, Miss Chan Yuen Mui, Mr. R. A. Carpio, Mr. Amado Cuison, Mr. John C. Douglas, Mrs. R. A. B. Edwards, Mr. H. H. Eulitz, Mrs. Winifred Eckhart, Mr. R. A. Forsaith, Miss Loretta F. Gulden, Mrs. Ruth Rowland Hall, Mr. Leopold Holper, Miss Doris E. Kester, Miss Mabel R. Manter, Mr. and Mrs. P. K. Norris, Mr. Mariano M. Roxas, Mr. Antonio H. Remedios, Dr. L. T. Ride, Mr. V. Staten, Mr. E. C. Stocker, Mrs. Dora Shing, Miss Daisy Shing, Mr. H. Sauerbeck, Mrs. Annie C. Tom, Miss Margaret K. H. Tom, Mr. Paul Titov, Mr. Jose P. Ventus.

R. D. President Harrison

From New York and Wayports. July 26. Miss Frances Black, Miss Eunice E. Bowman, Ensign and Mrs. F. D. Boyle, Ensign and Mrs. R. M. Brinker, Miss Helen G. Bryans, Mr. and Mrs. Joseph Burge, Mrs. T. T. Campbell, Miss Evelyn Carson, Miss Margaret Carstairs, Mr. and Mrs. Harry S. Chi, Lt. James Clay, Lt. W. T. Coleman, Mr. and Mrs. E. B. Conant, Miss Ruth Cromarty, Miss E. Dempsey, Comtesse des Garets, Miss Katherine Drennan, Miss M. Dolores Duffy, Mr. and Mrs. Henry R. Foley, Mrs. William Gates, Miss K. Virginia Gates, Ensign John W. Geist, Miss Mary Gordon, Lt. J. B. Grady, Mrs. G. Guenter, Mrs. A. Gutman, Miss Elva Hughes, Mrs. Brady Johnson, Miss Gloria C. and Jeneal C. Johnson, Mstr. Brady Johnson, Miss Esther King, Mrs. Louis J. Krieger, Miss Janet Laidlaw, Mr. Bruce N. Lanier, Lt. and Mrs. W. R. Laughon, Lt. Com. and Mrs. C. D. Leffler Jr., Miss May M. Leffler, Miss Cornelia Leffler, Miss Eva K. Leskoff, Mrs. Babette K. Lipsitz, Mr. Ellis S. Lipsitz, Ensign and Mrs. C. C. Mann, Miss Lillian Manteufel, Mr. H. H. Martin, Mr. and Mrs. M. C. Mattison, Ensign D. H. McClintock, Miss Violet McKay, Miss Dorothy J. Newnan, Comdr. and Mrs. T. T. Patterson, Mr. T. T. Patterson, Jr., Miss Mary K. Patterson, Mrs. Charles Petrie, Miss Isobel Ralph, Lt. and Mrs. W. F. Ramsey, Mstr. W. F. Ramsey, Miss Hazel Rinsland, Ensign O. C. Robbins, Miss Helen V. Sandercock, Mrs. K. S. Schenck, Miss Marie L. Seal, Miss Ethel M. Sherbart, Mr. Paul A. Stewart, Mr. and Mrs. Sidney E. Sweet, Mrs. Roman S. Waldron, Mr. Hart A. Wand, Miss Mabel A. Warner, Miss M. Weigelt, Mrs. John F. Wermuth, Mr. W. B. Winans.

C. P. Empress of Japan

From Vancouver and Japan. July 27. Mrs. A. G. Acheson, Mr. M. Bates, Mrs. G. and Miss Butland, Mr. and Mrs. S. B. Cleghorn, Mr. A. E. Hawkins, Mrs. L. A. and Mstr. Lewis, Mr. and Mrs. A. S. and Miss S. Milne, Dr. K. Noll, Mr. and Mrs. J. E. Horton, Miss E. Oberbillig, Dr. J. D. Riddell, Mrs. J. Romer, Mr. and Mrs. L. Stover, Mr. W. A. Willingham, Mr. H. Wilson, Mr. and Mrs. C. Woolhouse, Mrs. R. Bruce, Mr. H. M. Hobibulloh, Mr. and Mrs. J. H. Normington, Mr. and Mrs. N. Porter, Mr. and Mrs. P. H. Eller, Mr. L. A. Lewis, Mr. F. S. Elias, Mr. N. and Mr. A. B. Ewing, Mr. Wm. E. Hay, Miss D. Hay, Mr. and Mrs. W. H. Hemingway, Mr. I. L. Howell, Mr. H. E. Jackson, Mr. So Do King, Mr. H. D. Lasswell, Mr. W. L'Eluse, Mr. W. H. Lesher, Mr. and Mrs. Lee Lock, Mr. F. V. Walker, Mr. and Mrs. Wallace, Mr. K. Cook, Mr. A. H. Schleicher, Rev. I. Brandstetter, Sister T. Haggerty, Ven Bro. I. Kiprta, Miss Bernice Hollrah, Mr. and Mrs. H. J. Hsia, Miss A. Hsia, Mr. Morris I. Kligman, Miss D. G. H. McKay, Sister Mary E. O'Neill, Miss A. Porteous, Miss M. Roche, Mr. W. R. Hart, Mrs. Olive Stewart, Mrs. T. J. Becke, Miss J. J. G. Bruyns, Mr. H. Capelluto, Miss H. Doheny, Miss G. Shaw, Mr. A. Scherlakoff, Mr. Thos. J. Crowley, Mr. J. Lawrence Grant, Miss Helen Herbert.

N.Y.K. Nagasaki Maru

From Kobe via Nagasaki. July 27. Miss C. C. Wood, Miss A. J. Wood, Mr. A. F. Silver, Mr. R. A. Grinsel, Mr. R. P. Achuff, Mr F. E. Brauncht, Mr. C. F. Ebershoff, Mr. and Mrs. O. Kress, Mr. C. V. Rychlik, Miss E. Gempp, Miss H. Ayers, Mr. G. W. Conover, Mr. and Mrs. F. A. Laatz, Miss C. Getchel, Mrs. K. A. Sutton, Miss C. M. Wilson, Mr. E. E. Colman, Mr. A. W. Reynell, Mr. and Mrs. J. R. Villas, Miss G. Villas, Miss F. Villas, Mr. J. M. D. Enearnaeo, Mr. J. Gundersen, Mr. and Mrs. K. M. Pate, Mr. and Mrs. S. V. Marco, Mr. F. D. Mortiner, Miss H. Taylor, Mr. A. Brook, Miss E. H. K. Weeks, Capt. G. H. Shermer, Mr. E. H. Leschalas, Miss S. Tatham, Mr. L. G. M. Kidd, Mr. J. P. Stalker, Mr. C. A. T. Cutbush, Mr. and Mrs. J. Hempsey, Miss S. A. Barr, Mrs. M. R. Flood, Mrs. Jordan, Mrs. K. A. Wilder, Mr. R. Marro, Mr. and Mrs. G. H. A. Morris, Mr. E. Findorff, Miss A. E. Greiner, Mr. A. Hummel, Mr. F. C. Kock, Mr. and Mrs. A. Nikitin, Mr. E. H. Ribeiro.

PASSENGERS DEPARTING

I. C. Leesang

For Weihaiwei.—July 27.—Mr. and Mrs. Neilsen, Mr. Peter Mann.

For Chefoo.—Mrs. T. E. Cottet, Miss Cottet.

C. N. Siangtan

For Kiukiang and Hankow.—July 27.—Mrs. Dewsbury, Mr. and Mrs. Cleghorn, Mr. Van, Miss I. Oliveria.

I. C. Tuckwo

For Kiukiang.—July 27.—Miss V. and E. Barger, Miss C. A. Couch, Mrs. Addney, Mr. D. Addney, Mr. C. Addney.

For Hankow.—Paymaster Comdr. E. F. McNeil Smith, Rev. Father Le Grand.

N.Y.K. Nagasaki Maru

For Kobe and Nagasaki.—July 27.—Mrs. H. A. White, Mr. H. F. Kay, Mrs. J. Findlater, Mr. and Mrs. R. Vogler, Mr. and Mrs. Wm. A. Mudgett, Mrs. and Miss Nolting, Miss Basamova, Miss Ruth Mason, Mr. and Mrs. C. F. Southin, Mrs. A. Virnich, Mrs. E. Sauerland, Mrs. J. Watson, Mrs. Brennschedt, Mrs. I. A. Levis, Mr. F. P. Yearley, Mr. and Mrs. W. T. Sullivan, Mr. J. I. Notrica, Mr. I. Hedaya, Mr. E. B. McGhee, Mr. M. Chudzinski, Mr. F. A. Naylor, Mr. W. A. Jourdin, Mr. Albertsen, Mr. J. Haim, Mr. A. M. Harloe, Miss N. C. Starr, Mrs. A. Beddeos, Mr. and Mrs. C. B. J. Belson, Mr. Emil Luthy, Mr. C. P. Jones, Mr. D. T. Grubb, Mr. Ed Beath, Mr. D. Walline, Mr. and Mrs. Hall, Mrs. S. S. Wilkinson, Miss H. Hudner, Mr. and Mrs. Megiuson, Mrs. C. Encarnaces, Mrs. F. A. Buckley, Miss M. Eaker, Miss O. Opgenorth, Miss I. Moore, Mrs. L. A. Bershadsky, Miss L. A. Callahan, Miss S. Callahan, Miss M. Force, Miss R. Howes, Miss L. E. Hanrahan, Miss J. Blanchard, Miss M. George, Mrs. B. Ridgway, Miss M. Huggins.

R. D. President Coolidge

For Kobe.—July 27.—Miss Cecilia A. Rechlin, Mr. W. Scharlibbe, Mr. Samuel Franco, Mrs. Lillian F. Coffey, Miss E. Shekury, Dr. H. Reecheison, Miss E. Lightenstein, Mrs. E. Lightenstein, Mrs. S. Gick, Mrs. Thompson, Miss Thompson, Mr. V. Thompson, Mr. and Mrs. A. Maiser, Mr. Orre Nelson Nobles, Mrs. Clara Hatlestad, Miss Anna Wick, Miss Alice Pashley, Mrs. Marie M. Loman, Mr. James Loman, Miss Martha Johnson, Miss Pearl Russell, Mrs. Eugenia Allen, Mr. H. H. Muller, Mrs. H. Schlee, Miss H. Schlee, Miss Gladys Watling, Mr. R. Fine, Miss Natalie Henry, Miss M. L. Aughinbaugh, Miss Minnie Sawyer, Mr. Ellis Monroe, Mr. A. Palmer.

For Yokohama.—Mr. and Mrs. Theo. G. Davis, Miss Olive Kelse, Mr. H. B. Allin Smith, Mr. W. Winkle, Mr. Walter J. Kelley, Mrs. Walter J. Kelley, Miss A. R. Gibson, Mr. M. Chavin, Miss B. R. Davis, Mr. A. A. Roche, Mr. S. Y. Gattas, Mrs. P. Krupowicz, Mr. S. Judah, Miss Teresa Barthel de Weydenthal, Mrs. S. Judah, Miss Judah, Mr. and Mrs. M. Tuttleman, Miss Tuttleman, Mr. Hwang Hui Yuan, Mr. R. M. Smith, Mr. A. Von Buren, Mr. and Mrs. Leon Britton, Mr. H. Lucas, Miss E. R. Brouwar, Mr. M. D. Sherman, Mr. Katherine Mansfield.

For Honolulu.—Mr. and Mrs. E. A. Kracke, Jr., Mr. William Seeger, Mr. S. M. Ching, Miss Frances Williams.

For San Francisco.—Miss Juliet Smith, Mrs. D. Ghirardelli, Mr. B. Schwartz, Mr. Kent Ghirardelli, Mr. J. Fleming, Miss Maxine Nordhaus, Miss Mary K. Connell, Miss Clare Francis, Mr. S. J. Holmes, Mr. J. Q. W. Gravely, Mr. A. B. C. Taylor, Mr. and Mrs. M. Benjamin, Mrs. J. H. Paxton, Mr. Chester Pritz, Mr. H. C. Terzian, Mstr. George I. Seybold, Mr. Tennyson Hsu, Mr. J. V. Crowe, Miss E. Ellen Auchincloss, Lt. Comdr. T. V. Cooper, Mr. P. E. Annis, Mrs. P. E. Annis, Miss Betty Ellen Annis, Mr. and Mrs. H. H. Dick, Mr. Stephan Retin, Mrs. Stephan Retin, Miss Norma Lee, Miss Josephine Hvang, Miss Martha Trafford, Dr. K. A. Wittfogel, Mr. R. R. Schanzi, Mr. Bahig Katen, Mrs. A. C. Miccia, Mstr. C. Miccia, Mstr. C. Miccia.

For Los Angeles.—Mrs. Preston Rhides, Mrs. Mary B. McGrady, Mr. and Mrs. F. A. Lacks, Mrs. P. W. Persels, Mrs. Ruth E. Spencer, Mr. Sydney Stern, Miss Betty Stern, Mstr. Alan Hazelton, Jr., Miss Helen Stuart, Mr. John K. Leber, Miss Helen Stuart, Mr. and Mrs. John K. Leberman, Mrs. Martha Dent, Mr. and Mrs. William O. Stoker, Mstr. Otis A. Stoker, Mrs. M. J. Hamilton, Mr. R. Audouard, Miss Marie Turner, Mrs. Evelyn Van Kirk, Mrs. Cheng Lu-Foo Giu, Miss Myrs B. Olive, Mrs. Nettie D. Nichols, Mr. and Mrs. Arno L. Bader.

C. N. Taiyuan

For Southern Ports.—July 28.—Mrs. Fayers, Mr. Y. C. Lee, Mrs. A. L. Koch, Mr. and Mrs. Gleboff.

Men-of-War in Port

Name	Flag	Type	Berthed
Capetown	Br.	Cr.	B.N.B.
Folkestone	Br.	Slp.	B.N.B.
Sacramento	Am.	Gbt.	U.S.
D. de Lagree	Fr.	Gbt.	K.D.
D. d'Urville	Fr.	Slp.	F.N.B.
E. Carlotto	Itl.	Gbt.	U.S.
Idzumo	Jap.	Cr.	N.Y.K.M.W.
Hasu	Jap.	Dest.	J.N.J.
Kuri	Jap.	Dest.	9/10 B.
Kataka	Jap.	Gbt.	Y.D.W.

LARGEST YET BUILT AT AMSTERDAM

Fastest Ship to be Placed on Java Service

The largest ship ever to be built at Amsterdam, temporarily entitled the "N.S.M.270", has been ordered by the Netherlands line Royal Dutch Mail and is now under construction at the hands of the Netherlands Shipbuilding Company of Amsterdam.

Not only will she be the largest to have been built at Amsterdam, but she will be the fastest yet placed on the Java service. The keel of the motor ship was laid on July 3 and she is to be launched in about a year's time, delivery being set for July 1939.

The gross register tonnage of this triple screw passenger motorship will be 20,000. Her length will be 630 feet, her width 83 feet 6 in. and the depth moulded to subdivision deck 38 feet 4 in. The service-speed will be 21 knots, for which an engine-capacity of 27,000 S.h.p. is required. The Diesel-motors and auxiliary engines will be constructed by Messrs. Sulzer Bros. at Winterthur; the erection of the engines in the ship will be carried out by Messrs. Werkspoor Ltd. and the Netherland Drydock Company at Amsterdam.

High Speed Travel

At the speed of 21 knots, the "N.S.M. 270" will cover the distance from Genoa to Sabang in thirteen days, Belawan in fourteen days, Singapore in fifteen days and Batavia in sixteen days.

The accommodation will provide for 513 first and second class passengers, 148 third class passengers and 52 fourth class passengers; cargo capacity will be about 365.000 cu. ft.

The design of the hull, engines and passenger quarters embodies the results of considerable study and experience. There will be a swimming pool and three lifts. The cost will be in the neighbourhood of £1,500,000.

About 10,000 tons of steel and two millions of rivets will be used in constructing the hull. During the two years of construction, the new ship will provide work for an average of 1.250 men.

COINERS' PROCESS KEPT SECRET

Officials of the Royal Mint asked, through the Common Serjeant, Mr. Cecil Whiteley, K.C., at the Old Bailey that a new process of making counterfeit coins should not be disclosed to the public.

Stephen Amos, 30, fitter, was found guilty of making counterfeit coins. Mr. Whiteley said he would deal with him at a later date.

Mr. Patrick Devlin, prosecuting, said observation was kept on Amos and other people because counterfeit money was being passed at a greyhound stadium.

Subsequently the police visited a garage which Amos rented at Clapton, and in a loft found a lathe, copper foil, acids and counterfeit money. There were no moulds.

"The process used was a novel and very ingenious one," Mr. Devlin added.

ENTHUSIASM OVER HOLLAND'S "SHIP OF PEACE"

Adrian Gips, a member of the board of directors of the Holland-America Line, and formerly its managing director, arrived in New York from Holland recently with his wife, on a two months' trip.

Mr. Gips was enthusiastic over the new 33,000 tons luxury liner Nieuw Amsterdam, now being completed in Rotterdam for the Holland-America Line, and which is scheduled to enter the North Atlantic passenger service early next year. He believes the vessel will make a strong appeal to seasoned travelers because she will combine modernity, grace and beauty with great, though not excessive, size and speed.

There seems to be ever-increasing trend in favour of ships of this type among shipping men and the traveling public. Mr. Gips said, and there is no doubt that the Nieuw Amsterdam will be a worthy addition to the Holland-America Line's fleet, whose vessels have been noted for their staunchness and comfort in over 65 years of operation.

Airmail and Passenger Service

SHANGHAI-PEIPING LINE
Daily Service
2 round trips weekly. Express (Douglas)
5 round trips weekly. (Stinson)

SHANGHAI-HANKOW LINE
Daily Service
3 round trips weekly. Express (Douglas)
4 round trips weekly. (Ford)

SHANGHAI-CHENGTU LINE
3 round trips weekly. 'Chengtu Express' (Douglas)

HANKOW-CHUNGKING LINE
Daily Service
3 round trips weekly, 'Chengtu Express' (Douglas)
4 round trips weekly. (Loening)

CHUNGKING-CHENGTU LINE
Daily Service
3 round trips weekly. 'Chengtu Express' (Douglas)
4 round trips weekly. (Stinson)

SHANGHAI-CANTON LINE
2 round trips weekly (Sikorsky)
1 round trip weekly (Dolphin)

CHUNGKING-KWEIYANG LINE
2 round trips weekly. (Ford)

For details, please apply to

CHINA NATIONAL AVIATION CORPORATION
HEAD OFFICE:
3rd floor, Post Office Building
Corner of N. Szechuen and N. Soochow Road, Shanghai.
Tel. 40040 (5 lines)
BOOKING OFFICE:
57 Nanking Road Telephone 12955

Weather, Time and Tide

Wednesday, July 28, 1937 (21st day of 6th moon)	SICCAWEI July 26 16.00	SICCAWEI July 26 21.00	SICCAWEI July 27 4.00	SICCAWEI July 27 9.00	GUTZLAFF July 27 9.00	GUTZLAFF July 27 14.00
Barometer inches	29.58	29.62	29.59	29.62	29.66	29.62
at 32 F. (variation for 24 hrs.)	—0.02	—0.02	—0.06	—0.03	—0.02	—0.04
at 32 F. („ „ 12 hrs.)	—0.07	—0.03	+0.01	—0.00	—	—
Wind (direction)	E	ESE	ESE	E	SE	SE
„ (miles per hour)	7.4	8.1	5.6	3.7	3 force	3 force
Temperature (Fahr.)	90.°5	79.°2	75.°2	83.°8	84.°2	86.°0
Humidity	64	87	92	83	—	—
Nebulosity (0 to 10)	4	3	1	6	10	10
Rainfall inches	—	—	—	—	—	—

Siccawei Abridged Report July 26	Mean 1937	24 hours variation	Previous average same period (64 years)
Barometer (mean 4 obs.)	29.62	—0.01	29.72
Temp. Min. 71.°8 Max. 93.°6	82.°7	—0.°9	82.°0
Total rainfall January 1 to midnight before last (inches)	21.65	—	27.39

Date	28/7	29/7	30/7	31/7	1/8	2/8	3/8	4/8	5/8
Sun rises at Shanghai	5.06	5.07	5.08	5.08	5.09	5.09	5.10	5.11	5.12
Sun sets at Shanghai	18.55	18.52	18.52	18.52	18.51	18.50	18.49	18.48	18.47
Moon rises at Shanghai	21.43	22.21	23.03	23.51	0.00	0.46	1.46	2.51	3.[illegible]
Moon sets at Shanghai	9.54	10.57	12.02	13.07	14.13	15.16	16.14	17.07	17.54
Flood makes Shanghai	13.20	14.05	14.53	15.45	17.06	18.30	7.40	8.57	9.55
Ebb. makes Shanghai	6.21	7.04	7.50	8.35	9.35	11.01	12.39	13.42	14.39
H.W. at Woosung Bar	14.58	15.42	16.31	17.32	18.52	7.36	9.12	10.24	11.21

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Connecting with South Manchuria and Trans-Siberian Railway
Shortest route between Europe and Far East

	Arrival	Departure
S.S. HOTEN MARU	July 28	July 29 at 11 a.m.
S.S. TSINGTAO MARU	July 30	July 31 at 11 a.m.
S.S. DAIREN MARU	Aug. 2	Aug. 3 at 11 a.m.
S.S. HOTEN MARU	Aug. 4	Aug. 5 at 11 a.m.
S.S. TSINGTAO MARU	Aug. 6	Aug. 7 at 11 a.m.

SHANGHAI-TSINGTAO-TIENTSIN LINE
(Bi-monthly Service Freight only)

	Departure
S.S. RYOGA MARU	Aug. 2
S.S. RYOGA MARU	Aug. 15

For Passage and Freight apply to:
DAIREN KISEN KAISHA
110 Szechuen Road Telephone 19646

Vessels Arriving

Due To-day from

Trieste.—ss. Sumatra
Osaka.—ss. Mikasa Maru
Dairen.—ss. Hoten Maru
Tientsin.—ss. Hunan
River Ports.—ss. Suiwo, ss. Shasi
Ningpo.—ss. Hsin Peking, ss. Hsin Ningshao

Due at Future Dates

The first date after the ship's name is the date on which she left the port under which she is listed. The last date, that on which she is due in Shanghai.

EUROPE AND STRAITS

From LONDON

Ranpura	2/7	30/7
Burdwan	26/6	9/8
Rawalpindi	16/7	22/8
Somali	24/7	5/9

From LIVERPOOL

Achilles	19/6	1/8
Memnon	26/6	6/8
Stentor	3/7	14/3
Antenor	10/7	17/8
Menelaus	17/7	27/8
Ajax	24/7	31/8

From GLASGOW

Memnon	19/6	5/8
Stentor	3/7	14/8
Antenor	3/7	17/8
Ajax	17/7	31/8

From COPENHAGEN

Tongking	27/5	11/8
India	3/7	4/9

From GOTHENBURG

Triton	19/6	7/8
Delhi	—	20/8

From OSLO

Triton	—	8/8
Delhi	28/6	20/8
Tourcoing	—	11/9

From GDYNIA

Teucer	26/6	16/8
Cyclops	14/7	3/9

From ANTWERP

Hakone M.	—	2/8
Duisburg	18/6	5/8
Oldenburg	7/7	14/8
Gneisenau	16/7	14/8

From BREMEN

Oder	21/7	31/8

From ROTTERDAM

Trave	25/6	7/8
Meerkerk	1/7	14/8

From HAMBURG

Trave	19/6	7/8
Gneisenau	10/7	14/8

From MARSEILLES

Aramis	9/7	9/8
Sikiang	—	12/8
Sphinx	23/7	24/8

From GENOA

Gneisenau	22/7	14/8
Victoria	22/7	14/8

From TRIESTE

Sumatra	20/5	28/7
Riv	30/6	14/8
Cortellazzo	29/6	20/8
Volpi	21/7	5/9

From PORT SAID

Duisburg	3/7	4/8
Trave	10/7	7/8
Castlemoor	30/6	13/8
Oldenburg	20/6	14/8
Scheer	11/6	15/8
Sauerland	19/6	20/8

From MASSOWAH

Sumatra	10/6	28/7
Riv	16/7	14/8

From COLOMBO

Sumatra	1/7	28/7

From PENANG

Duisburg	20/6	5/8

From KARACHI

Sumatra	24/6	28/7
Cortellazzo	25/7	20/8

From SAIGON

Sumatra	20/7	28/7

From SOURABAYA

Djibadak	23/7	7/8

From SINGAPORE

Sumatra	11/7	28/7

From HONGKONG

Sumatra	24/7	28/7

AMERICA AND JAPAN

From NEW YORK

P. Taft	17/6	30/7
Ward	—	31/7
Malayan Prince	—	2/8
Silver Teak	—	6/8
P. Polk	24/6	10/8
C. Evansville	14/6	15/8
Maron	27/6	17/8
Birmingham City	—	23/8
Foylebank	6/7	24/8
Potter	—	24/8
Pres. Pierce	8/7	24/8

From VANCOUVER

Tyndareus	7/7	1/8
Emp. Asia	23/7	7/8

From SEATTLE

Tyndareus	30/6	1/8
Ixion	17/7	29/8

From SAN FRANCISCO

Lossiebank	23/6	3/8

From YOKOHAMA

Toba M.	—	29/7
Aso M.	—	31/7
Kaisar-I-Hind	—	1/8

From KOBE

Shanghai M.	—	29/7

From OSAKA

Mikasa M.	—	28/7
Ikoma M.	—	1/8

CHINA PORTS

From VLADIVOSTOK

Sever	—	1/8

From DAIREN

Hoten M.	—	28/7
Tsingtao M.	—	30/7

From TIENTSIN

Hunan	—	28/7
Hupeh	—	30/7
Tingsang	—	30/7
Fausang	—	1/8
Shuntien	—	1/8

From TSINGTAO

Norviken	—	30/7

From HONGKONG

Nanning	—	29/7
Soochow	—	31/7
Kwangtung	—	1/8
Tsinan	—	1/8
Kwangchow	—	2/8

From CANTON

Chaksang	—	30/7
Hai Chen	—	31/7
Sandviken	—	1/8

From YANGTZE PORTS

Suiwo	—	28/7
Shasi	—	28/7
Kungwo	—	29/7
Woosung	—	30/7
Siangwo	—	31/7
Tatung	—	31/7
Loongwo	—	1/8
Wulin	—	1/8
Wuchang	—	2/8
Kiangwo	—	2/8

From NEWCHWANG

Sinkiang	—	31/7

From NINGPO

H. Peking	27/7	28/7
H. Ningshao	27/7	28/7
H. Kiangteen	28/7	29/7
Ningshin	28/7	29/7

Yesterday's Arrivals

Name	From	Berthed	Consigness
Meilee		SOCW	S O C
Hsin Kiangteen	Ningpo	KLYW	C M S N
Toba M.	Singapore	NYKPW	N Y K
Ningshin	Ningpo	NSCW	San Peh
Hoihow	Hongkong	NSCW	B & S
Tachi M.	River Ports	NKKW	N K K
Chingan	Foochow	NSCW	San Peh
Kinai M.	Keelung	OSKYW	O S K
Paowo	Ichang	HW	Jardine
Kiangwah	River Ports	KLYW	C M S N
Anna Maersk	Japan	OSKYW	Melchers
Emp. of Japan	Japan	SHW	C P Line
Shinai	Tsingtao	HSWP	G L Shaw
Nagasaki M.	Japan	WSW	N Y K
Asuka M.	Japan	NKKW	N K K
H. Yangtsze	Ichang		Yangtsze S S
Yihhsing	River Ports	CMW	Chunghsing
Kinugasa M.	Hongkong	WSW	N Y K

Yesterday's Departures

Name	Flag	Destination	Despatcher
N. de Larrinaga	Br	Hamburg	H-A Linie
Kiangan	Chi	River Ports	C M S N
Kutwo	Br	River Ports	Jardine
Seikyo M.	Jap	Takao	O S K
Meinan	Am	Haimen	S O C
Wilford	Nor	Chinwangtao	K M A
Yisung	Chi	Nanking	D K K K
Pres. Coolidge	Am	Los Angeles	Robert
Loyang M.	Jap	River Ports	N K K
U S S Pope	Am	Cruise	
Mungyuan	Chi	Chungking	M S Ind
Shengking	Br	Trentsin	B & S
Szechuen	Br	Canton	B & S
Hsin Kiangteen	Chi	Ningpo	C M S N
Ningshin	Chi	Ningpo	San Peh

Vessels in Harbour

Arrived	Name	Tons	Flag	Berthed
July 14	Tungwo	961	Br	BJ
July 14	Wan Tsai	652	Chi	YTPD
July 17	Yunyang M.	596	Jap	US
July 18	Wusueh	1731	Br	YTPDW
July 19	Haven	1791	Chi	PPW
July 19	Ming Lien	436	Chi	KNDB 4-5
July 21	S'nington Court	4334	Ger	WW
July 22	Louise Moller	2337	Br	MEW
July 22	Fouling M.	299	Jap	US
July 22	J. Justesen	2615	Dan	HYPW
July 23	Claus Rickmers	3170	Ger	CMLW
July 23	Promise	727	Nor	9-10 B US
July 23	Behar	2910	Br	4-5 B
June 23	Store Nordiske	667	Dan	YTPDW
July 24	Pacific	727	Dan	18-19 B
July 24	Foo An	480	Chi	8-9 B US
July 24	Haikwang	501	Br	APCLW
July 24	Hwahsung	1284	Chi	CHW
July 24	Nagara	2990	Swe	ONW
July 24	Hwahpeng	853	Chi	3-4 B US
July 24	Kungping	1742	Chi	CHW
July 25	Pingtsi	1074	Chi	PPW
July 25	Chunlee	666	Chi	CERW
July 25	Hai Yuan	2

INWARD FOREIGN MAILS
From Europe by Suez ..... [illegible], left London July 3, due S'hai July 30
From U.S.A. .... Pres. Taft left New York June 17, due Shanghai July 30
OUTWARD FOREIGN MAILS
For Europe by Suez .Kaisar-i-Hind, closes at 12 on Aug. 3, due L'don Sept. 4
For U.S.A. .... Pres. Jackson, closes at 21 on Aug. 3, due Seattle Aug. 19
For mails by Siberia and by air see page 8

NORTH-CHINA DAILY NEWS

Tel-[illegible]

SHANGHAI, WEDNESDAY, JULY 28, 1937

[illegible]

TO-DAY'S ENTERTAINMENTS

	Tel.
Auditorium: Hsi-Ala, 8 p.m.	[illegible]
Canidrome: Greyhound Racing, 4.30	
Capitol: John Meade's Woman	[illegible]
Cathay: Mr. Deeds Goes to Town	[illegible]
Ciro's: Entertainment	[illegible]
Del Monte: Entertainment	
Grand: Notorious Sophie Lang	[illegible]
Isis: Gift of Gab	[illegible]
Lafayette: The Ghost Goes West	[illegible]
Metropol: There Goes My Girl	[illegible]
Nanking: A Family Affair	[illegible]
Rialto: Postal Inspector	[illegible]
Willies: Comedy Programme	[illegible]

Nanking Abandons All Hopes for Peace in North

CENTRAL TROOPS MOVING FROM PAOTINGFU

Make Their Destination Changshientien, Near the Japanese Vanguard's Lines

FEARS OF IMMINENT MAJOR HOSTILITIES

Ministry of Foreign Affairs Throws Responsibility on Japan: All Peace Efforts Exhausted

IN a statement issued in Nanking last night, a spokesman for the Ministry of Foreign Affairs threw the responsibility for hostilities in North China on Japan. Recapitulating the Central Government's readiness to settle through regular diplomatic channels, it was pointed out that no objection was offered even to a local agreement, as the terms were not fundamentally inconsistent with Nanking's stand.

The statement pointed out that Japan has refused to pay heed to these efforts, but has brought in large reinforcements and has made a provocative attack on Langfang thus showing her determination to carry out her sinister designs in North China. Japan has made impossible demands, the statement announced, and China has exhausted her efforts to preserve peace. In conclusion, the spokesman said: "The responsibility rests solely with Japan."

Messages from usually reliable sources in Nanking late last night reported that Central Government troops were already moving up from Paotingfu, capital of Hopei Province, along the Peiping-Hankow Railway to Changshientien, near the present entrenchments of the vanguard of the Japanese forces in the area. General hostilities in the neighbourhood are feared to be imminent.

Nanking, July 27.

Japanese troops launched an attack on Peiping this evening, according to official information received by the Chinese military headquarters here. A severe engagement is said to be progressing. The rattle of rifle and machine-gun fire and the roar of artillery can be heard all around Peiping.—Reuter.

Hostilities Expected

Peiping, July 27.

Large scale hostilities between Chinese and Japanese troops in North China are expected to break out either late to-night or early tomorrow morning as a direct result of Japanese infantry attacks and air raids on Chinese positions during the past 48 hours, which have had the effect of dashing to pieces all Chinese hopes for peace.

Beginning from to-day, Chinese authorities in Peiping have decided to reject all unreasonable Japanese demands, for they are finally convinced that the crisis has reached the "limit of endurance," and in consequence are prepared to engage the Japanese in a war of resistance.

Throughout the day to-day, Japanese planes flew over Peiping and the Chinese positions outside the city, one of them dropping two bombs at Lukouchiao this noon.

Sporadic fighting broke out late this afternoon at Tuanho a small town near Nanyuan, which was the scene of a rifle and artillery duel between Chinese troops under Gen. Chao Teng-yu, Commander of the 132nd Division, and Japanese forces. Fighting broke out at four o'clock in the afternoon and was still in progress at 6.30 o'clock this evening.—Central News.

Waichaopu Statement

Nanking, July 27.

With regard to the renewal of hostilities on the part of the Japanese military at Langfang, midway between Tientsin and Peiping along the railway, and elsewhere, a spokesman of the Ministry of Foreign Affairs issued the following statement today.

"Although the responsibility for the outbreak of the Lukouchiao incident does not rest with China, the Chinese Government, anxious to preserve the peace of east Asia, has consistently striven for a pacific settlement through regular diplomatic channels.

"The Chinese Ministry of Foreign Affairs has repeatedly proposed that a definite date be fixed for the mutual withdrawal of troops. Unfortunately, Japan not only refused to accept the Chinese proposal, but persisted in sending large reinforcements into North China.

Local Settlement

"In the meantime, a settlement was agreed upon by local Chinese and Japanese military authorities. The Central Government raised no objections to the terms of the settlement, which were not fundamentally inconsistent with the position it has taken.

"The extreme forbearance of the Chinese Government, in thus endea-

(Continued on page 11)

Tientsin's War Garb As Japan's Troops Move In

Tense Situation on Borders of Chinese City

POST OFFICE WORK AGAIN INTERRUPTED

Tientsin, July 27.

After a night of feverish preparations, the Japanese Concession this morning presented a war-like appearance with sand bags, wire entanglements and armed guards in the streets bordering on the Japanese area and Chinese City. The Japanese Bund has been sealed up by troops, the ferry service stopped and the iron gates closed.

This morning all vehicular traffic was stopped and Japanese military trucks and trams alone were permitted in the streets. Rickshaws are forbidden and pedestrian and tram passengers are subject to search.

The Peace Preservation Corps stood by in the Chinese City throughout the night and prevented Japanese military armoured cars from patrolling the City, whereupon the cars drove along the roads outside the City. This morning the Peace Preservation Corps issued hand grenades and extra rounds of bullets.—Reuter.

Stations Occupied

Tientsin, July 27.

Japanese troops here completely occupied the Tientsin east, central and west stations. An office of the Japanese military has been set up in the waiting room of the east station. All the staff members of the west station, at the same time, have been evicted.

Post Office Invaded

The post office was again disrupted this afternoon when eight Japanese censors forced their way into the Hopei District Head Post Office and demanded the opening and examination of mail matters handled there. The Japanese were accompanied by a number of gendarmes with fixed bayonets.

Despite the protest of Mr. Caretti, Director of Posts for Hopei, the Japanese chose to remain inside the premises and started to examine all incoming and outgoing mails. The present military situation, they explained, warranted their action in censoring all postal matters going through Tientsin.

62 War Planes

Thirty more Japanese planes arrived here at different times to-day, swelling the total number to 62. Between early this morning and five o'clock this afternoon, fifteen Japanese troop trains arrived in Tientsin, bringing an undisclosed number of soldiers and large quantities of military supplies.—Central News.

Telegraph Wires Cut

Peiping, July 27.

All telegraph wires connecting Peiping with the outside world have been cut with the exception of one to Tientsin. All telephone communication has also been interrupted. Martial law has again been enforced throughout the City.—Reuter.

LAST STRAW FOR JAPANESE

FROM OUR OWN CORRESPONDENT

Peiping, July 26.
(Delayed)

Japanese military circles here appear to regard the clash at Langfang as the last straw, and are now desirous of opening general hostilities against the Chinese forces in North China. They are determined to end the impasse by force, to inflict a crushing defeat on the Chinese and to dictate a permanent treaty at the point of a bayonet. Hostilities, including Peiping itself, now appear to be inevitable unless some eleventh hour settlement admitting all of Japan's demands is made;

Japanese Report Chinese Request for Delay

Peiping, July 27.

In a final effort to stave off a major crisis, the Chinese authorities here late to-night requested the postponement of the deadline for the withdrawal of the 37th Division beyond the Yungting River. With the evacuation time limit, set by the Japanese Garrison in Tientsin yesterday afternoon, expiring in twelve hours, units of the 37th Division continued to hold their positions in the ancient Capital at midnight.

Appeals for an extension of the deadline were made by representatives of the Hopei-Charhar Political Council in a series of nocturnal calls on Japanese military officers stationed here.—Domei.

Japanese Army Determined on Punitive Move

War Minister Announces Decision to Diet

A TENSE SESSION

Prince Konoye Denies Any Territorial Ambition

Tokyo, July 27.

Meeting in an atmosphere of acute tension, caused by the renewal of hostilities in North China, Japan's Diet was informed to-day by Gen. Gen Sugiyama, War Minister, that the Japanese Army had decided to take "punitive measures in self-defence against the Chinese troops."

"The Chinese armed interference with the performance of their duties by our forces in North China," the officer declared, "jeopardizes our nationals and the safeguarding of free communication between Peiping and Tientsin, as stipulated in the Boxer Protocol of 1901.

"Therefore, the Japanese forces garrisoned in North China have decided to take punitive measures in self-defence against the Chinese troops, while the War Office has also decided to take corresponding steps."

Gen. Sugiyama's address formed the highlight of a session, devoted almost entirely to reports on Japan's policy in China by the Premier, Prince Fumimaro Konoye, and members of his Cabinet.

Prince Konoye's Hope

Prince Konoye, delivering his maiden speech in the House of Representatives, said that the Government, in dispatching troops to North China, had "no other object than to preserve the peace of East Asia."

"I cannot but hope most fervently," he declared, "that a reconsideration and self-discipline by the Government and people of China will speedily make a fundamental readjustment of Sino-Japanese relations possible."

The Foreign Minister, Mr. Koki Hirota, almost a half of whose address was devoted to the situation in China, placed the blame for the current crisis upon the "anti-Japanese activities" alleged to have been pursued by the Nanking Government for some years past.

Admiral Mitsumasa Yonai, Navy Minister, told the Diet that the past experience has shown, that "an aggravation of the situation in North China is invariably followed by repercussions in South China.

The Navy, therefore, he added, is standing by, in co-operation with the Army's operations in North China.

Admiral Yonai said he regretted he could shed no fresh light on the disappearance of Sadao Miyazaki, First Class Seaman, in Shanghai on Saturday.

Budgetary Bill

Introducing a supplementary budgetary bill of Y.96,700,000, required in connection with the North China incident, the Finance Minister, Mr. Okinori Kaya, said the appropriation would be covered by the proceeds of bond issue.

Prince Konoye's replies to interpellations by representatives of the Minseito and Seiyukai parties held the House spellbound.

Answering a question by Dr. Gotaro Ogawa, a Minseito leader, Premier Konoye declared:

Co-operation Wanted

"North China would have been occupied by Japan long ago if Japan, as alleged by China, had any territorial designs. On the contrary, Japan exercised patience and self-restraint in the face of repeated Chinese wanton provocations and outrages. This fact alone demonstrates the falsity of the Chinese allegation. What Japan wants of China is not territory, but co-operation in contributing to the development of Oriental culture."

Replying to an interpellation by Mr. Masazumi Ando, a leading member of the Seiyukai, the Premier said:

"I hope that China will fulfill the agreements concluded with Japan. The Government will be constrained to make a final grave decision in the event of China's failure to do so.

Stabilization of East

"The ultimate goal of Japan's foreign policy is the stabilization of conditions in East Asia which can be secured only by co-operation between China, Japan and Manchoukuo in checking the communist penetration through Outer Mongolia, and maintaining peace and order and achieving the economic development of North China."

Turning to domestic politics, Prince Konoye said the replenishment of national defence was an "urgent necessity," but that it should not be carried out at the expense of the stabilization of national life.

Prince Konoye re-affirmed his respect for the Parliament and the political parties. He added that he advocated a "rectification of the abuses of capitalism", if that was synonymous with "social justice."

(Continued on page 16)

Japan's Foreign Policy Reviewed

Japan's foreign policy and her relations abroad, particularly with regard to North China, were reviewed in full by Mr. Koki Hirota, the Foreign Minister, at a Diet meeting in Tokyo yesterday. The full report of his speech appears on page 5 of this issue.

THEIR MAJESTIES OPEN DUVEEN GALLERY

The King and Queen being received by Sir Evan Charteris, Chairman of Trustees of the Tate Gallery, and Mr. J. B. Manson, Keeper and Director, on their arrival on June 6 at the Tate Gallery to open the Duveen Sculpture Gallery.

WAR SITUATION AT A GLANCE

CENTRAL Government troops are reported moving up from Paotingfu to Changshientien, near the entrenched Japanese forces along the Peiping-Hankow Railway.

The Nanking Foreign Office issued a statement last night virtually abandoning all further hopes for peace and throwing the responsibility for any eventualities on the Japanese.

Japanese decisions to take "punitive action" in North China following outbreaks of the past few days were announced in the special session of the Diet in Tokyo yesterday by General Gen Sugiyama, Minister of War.

Japanese reinforcements, including a further thirty war planes, continued to pour into Tientsin yesterday.

All telegraph and telephone lines from Peiping to the outside world, save one to Tientsin, are out of operation.

Peiping Japanese residents have been evacuated from their homes and shops throughout the city to the Legation Quarter.

Sporadic fighting broke out yesterday near Nanyuan. The Chinese garrison in Tungchow, East Hopei, was decimated, with a loss of 400 to 500 men, when they refused to disarm.

Japanese censors, backed by gendarmes with fixed bayonets, have again taken over censorship at the Tientsin post office, despite protests by the postal authorities.

The heaviest exodus of the last few days was noted all last night from Chapei into the Settlement and the French Concession. Otherwise Shanghai remained quiet through the day and night.

Chinese Killed In Hundreds In East Hopei City

Tungchow Garrison Refuses to be Disarmed

DECIMATED BY JAPANESE TROOPS ON SPOT

Tientsin, July 27.

Eight hundred Chinese soldiers, forming the 29th Army garrison at Tungchow, seat of the East Hopei Autonomous Government, were reported to have been "decimated" by Japanese troops under Col. Takashi Kayashima, this morning when they refused to give up their arms.

Japanese aircraft were used in the encounter which cost the lives of one Japanese officer in addition to "more than ten" men who were either killed or "wounded.

Chinese dead and injured, unconfirmed reports said, were "between 400 and 500."

The combat began at 6.30 o'clock this morning.

Earlier reports indicated that the 29th Army garrison had been quietly disarmed by East Hopei Peace Preservation units under the surveillance of Japanese troops.

Tungchow is fifteen miles east of Peiping.—Domei.

HUNGARIAN INVENTOR POISONED

Budapest Sensation Follows Death of M. Szakats

Budapest, July 27.

A great sensation was caused here by the mysterious death of the noted military constructor, M. Gabriel Szakats, whose most notable invention was the dreaded flame-thrower.

Szakats was recently working on new technical military inventions, plans of which he took with him when he became seriously ill and had to go to hospital. He complained only recently to a friend that he was surrounded by spies who wanted to steal his plans.

A post mortem examination shows Szakats died by poison. The police received an anonymous letter saying he was the victim of a crime. Secret police have started a thorough investigation.—Trans-Ocean.

China's Envoy Tells Britain Of Agreement

For Sake of Peace, Terms of "Accord" Accepted

FEAR OF DISMEMBERMENT BY JAPANESE

London, July 26.

Mr. Quo Tai-chi, the Chinese Ambassador in London, called on the Foreign Secretary, Mr. Anthony Eden, to-day and discussed the Sino-Japanese situation.

The Ambassador, in an official statement, declares that the Chinese Government has, in effect, consented for the sake of peace to sanction the extreme and provocative terms agreed upon by General Sung Cheh-yuan, Chairman of the Hopei-Charhar Political Council and Commander-in-Chief of the 29th Army, and the Japanese military authorities in North China. This step was taken even though the terms seemed to reach the very verge of compromising Chinese sovereignty.

It has become apparent during the week-end, says Mr. Quo, that the Japanese military officials are now not seeking a settlement, but are further promoting a policy of dismemberment. They are bent on separating Hopei and Charhar from China and are contemplating even more grievous demands.

The recent large Japanese reinforcements in North China, Mr. Quo continues, show the intention of Japan to coerce China into accepting further inadmissible terms. The usual machinery of spurious incidents is being employed, he continued, and, in this connection, he refers to the "mysteriously missing Japanese sailor in Shanghai."

The Chinese Government, he concludes, can only hold itself in readiness for eventualities.—Reuter.

Dr. H. H. Kung Obtains £10,000,000 Loan

Dr. H. K. Kung, Chinese Minister of Finance, now in London, has announced that negotiations for obtaining a loan of £10,000,000 had been concluded for Chinese railway development. See Page 11.

NAVAL BUILDING RACE FEARED IN JAPAN'S STAND

Earl Stanhope Appeals for Moderation

GUN CALIBRE LIMITS

Britain May Be Forced to Follow Suit

London, July 26.

In view of the decision of Japan not to limit herself to 14-inch guns, the Admiralty would have to consider whether it was wise, if Britain intended to limit her ships to 35,000 tons, to arm them with 14-inch guns or whether she ought to arm them with 16-inch guns, stated Earl Stanhope, President of the Board of Education, on behalf of the Government during a debate in the House of Lords to-day on the London Naval Treaty Bill which was read for the second time.

Earl Stanhope declared that a 14-inch gun might have as good a range as a 16-inch gun. "If you can get a good salvo of 14-inch guns," he said, "before the other fellow with 16-inch guns is able to hit you, the odds are that you will win the battle."

The Admiralty would watch the situation most carefully. If it was found that Japan, or any other Power, was building a ship of more than 35,000 tons or with a bigger gun than was proposed in the Treaty, the escalator clause would enable Great Britain, or any other country, to build a ship adequate to deal with it.

Whether such a ship would be a bigger, faster or more heavily-gunned ship than the Japanese vessel was a question for experts.

Earl Stanhope declared that he hoped Japan would realize that it was to her advantage to agree to limitation and, though she might not sign the Treaty, she might act in accordance with its terms and "not put us or any other nation into difficulties."—Reuter.

LADY CARDIGAN AS SUICIDE

Coroner Returns Verdict at Inquest

SPECIAL TO THE "N.C.D.N."

London, July 27.

A verdict of "suicide while of unsound mind" was recorded at the inquest at Westminster to-day on Lady Cardigan, who was killed on July 24 as the result of a fall from a window on the 7th floor of the Savoy Hotel.

It was disclosed at the inquest that her mother also died by suicide.

Giving evidence, Lord Cardigan said his wife was depressed when she left home on July 22 without disclosing her destination. She wrote him a rather alarming letter on July 23, in which she did not give her whereabouts and concluded: "God bless you. You have nothing to blame yourself for." Lord Cardigan said he immediately communicated with the police.

Another witness stated he found Lady Cardigan's room in a state of chaos, pillows were saturated with blood and glass-ware was smashed to fragments. He said that, on arrival at the hotel, she refused food and medical attention. After her request for a drink was refused, the witness added, she locked herself in her suite and, apparently, smashed things in the room. She cut her arm with a safety razor and broke a water bottle and swallowed a portion of glass.

The Coroner declared it was evident the deceased intended suicide in circumstances in which her intentions could not be frustrated.—Reuter.

YUGOSLAV CHURCH SPLIT WIDENS

Regents Refuse to Attend Patriarch's Funeral

Belgrade, July 27.

Representatives of the Serbian Orthodox Church were reported today to have informed the three Yugoslavian regents that their presence at the funeral of the Patriarch Varnave was not desired unless they affirmed their support of the Church stand against the proposed Concordat between Yugoslavia and the Vatican.

The regents thereupon refused to attend the rites, and thereby widened the breach in the bitter church conflict.—United Press.

COMMONS ADOPT DEFENCE CREDITS RESOLUTION

Eleven Votes Against While Labour Party Abstains

London, July 27.

The House of Commons to-day adopted almost unanimously the national defence credits measure. Only eleven votes were cast against the plan, including four I.L.P. members and seven Labour Party members. All other Labour members abstained from voting, because of recent parliamentary decision of the Labour Party. Many Labour members expressed pleasure, at the parliamentary discipline of their Party.—Havas.

Mr. O. K. Yui,

Mr. O. K. Yui New Mayor: Official Nanking Choice

Former Secretary-General Confirmed in Post

DISTINGUISHED CAREER WITH GOVERNMENT

Mr. O. K. Yui was formally appointed Mayor of Shanghai by the Executive Yuan at its regular session held in Nanking yesterday morning.

Mr. Yui, who has been serving as Acting Mayor of China's biggest municipality since the appointment of Gen. Wu Te-chen to the post of Chairman of the Kwangtung Provincial Government, is the fifth mayor of Shanghai since the founding of the City Government ten years ago.

Born at Hsin-hui, Kwangtung in 1896, the new Mayor graduated from St. John's University at Shanghai with a B. A. degree. Before joining the Shanghai City Government, Mr. Yui was a journalist on the Staff of the "Shanghai Gazette," which is the present "Evening Post."

Among the Government posts Mr. Yui has held are included the following: secretary of the Ministry of Foreign Affairs, Wuhan Nationalist Government; secretary of the Shanghai City Government; senior counsellor and acting Commissioner of Finance of the City Government.

Since 1928, Mr. Yui was the Secretary-General of the Municipality.

CINEMA TO ASSIST RELIGION

Noted Philanthropist Will Aid Film Society

SPECIAL TO THE "N.C.D.N."

London, July 26.

The millionaire philanthropist, Mr. J. A. Rank, has been appointed one of the treasurers of the Religious Film Society which is co-operating with Gaumont-British to bring the cinema to the aid of churches.

A complete film service will be provided and talkie equipment will be brought within the reach of churches.—Reuter.

DUCHESS OF KENT IN CAR MISHAP

No One Hurt in Collision on Wrotham Hill, Kent

SPECIAL TO THE "N.C.D.N."

London, July 26.

The car in which the Duchess of Kent was taking her two children, Prince Edward and Princess Alexandra, for a holiday at Sandwich, came into collision with another car on Wrotham Hill, Kent, this afternoon. No one was hurt and the Royal party proceeded by another car.—Reuter.

ANXIETY OVER REFUGEE OFFICE ABOLITION

Delegation Led by Primate of England

London, July 26.

The importance of continuing, as one of the functions of the League of Nations, the international protection of refugees was urged by a deputation received this morning at the Foreign Office by Lord Cranborne, who is rapporteur on the refugees to the League Council.

The deputation, led by the Archbishop of Canterbury, Dr. Cosmo Lang, drew attention to the grave anxiety felt by large sections of British public opinion owing to the proposal to close the Nansen International Office for Refugees at the end of 1938.

Lord Cranborne promised that H.M. Government would give sympathetic consideration to the deputation's representations. — Wireless through Reuter.

"N.-C.D.N." CORONATION MEMORIAL FUND

Cheques should be crossed and drawn in favour of the "N.-C.D.N. Coronation Memorial Fund" and all donations should be forwarded or handed in to the Accounts Department of "The North-China Daily News" (First Floor) 17 The Bund or P. O. Box 707 Shanghai.

Previously acknowledged	$111,450.54
British Members of Imperial Chemical Industries Staff (Addition Contn.)	20.00
	$111,470.54

MADRID SUBURB MADE SHAMBLES BY WAR ENGINES

Nationalist Gains Made at Frightful Costs

THOUSANDS KILLED

More Italian Troops Are Landed at Cadiz?

Gibraltar, July 26.

Three thousand Italian volunteers for the Spanish insurgent forces landed at Cadiz to-day, it was reported on reliable authority.

It was also reported that a German expert, and four Spanish officers had been killed and fourteen soldiers wounded in an explosion at the San Roque barracks on Saturday while the group was charging a bomb.—United Press.

Republicans Retreating

Madrid, July 27.

Republican headquarters, admitting that their troops were giving ground before the Nationalist forces, issued a communique to-day announcing a "small retreat to the zone of the woods north of Brunete," adding that their fifth and eighteenth corps at the Villa Nueva de la Canada sector had repulsed the Nationalists and strengthened their positions. In the second air raid in 24 hours, Republican planes engaged in "dog-fights" with Nationalist attacks over Madrid and brought down three of four.

The Republican garrison at Quijorna, made up largely of men of the famous International Brigade who were the saviours of Madrid when Gen. Franco's armies reached the capital's gates along the Toledo Road fought hand to hand on the outskirts of the town to-day as the Nationalists attacked from the north and south. More than 500,000 men, armed with every weapon from tanks and bombing 'plane to trench knives and clubs, were locked in a struggle to the death inside the Republican salient, which has been reduced to a 75-mile square of maddening fire and slaughter. At least 200 bombing 'planes, about equally divided between Nationalists and Republicans, dropped bombs and fought in the air. Gen. Franco's attack on Villa Nueva de la Canada and Quijorna, the southern tips of what remains of the Republican salient, was the most furious Nationalist assault in more than a year of the fratricidal civil war.

Some observers estimated the combined casualties of the Republicans and the Nationalists for the past six days had totalled 60,000 men.—United Press.

Rebels Win Air Supremacy

Salamanca, July 26.

A claim that 106 aeroplanes belonging to the Valencia Government were shot down on the Madrid front in the last three weeks was made here to-day.

The announcement is said to demonstrate the present superiority of the Nationalists in the all-important air arm. Most of the machines were fighter aircraft and 31 were shot down in aerial combat.

The Boeing arcraft used by the Republican Government, a high officer in Gen. Franco's Nationalist Air Ministry told Reuter to-day were constructed in Russia after the American model but were of inferior design. They were very fast with a cruising speed of 240 miles per hour, but were difficult to manoeuvre at high speed. The Curtiss fighters were slower and easier to control, but the armament was badly placed, leaving a wide blind spot.

The big Republican bombers, the newest of which carry seven machine-guns, now seldom attempt raids unless accompanied by an escort of fighters.—Reuter.

Heavy Casualty Lists

London, July 27.

Nationalist casualties in the recent fighting west of Madrid totalled about 23,000, according to the Madrid correspondent of the Spanish Press Agency in London.

A communique from Salamanca claims that the advance of Nationalist troops in the Brunete sector continues and all objectives have been attained, while the desperate counter-attacks have been repulsed.

More than 50 Republican tanks were destroyed in the recent fighting and the number of dead Republican troops which littered the battlefield at Brunete amounted to several thousands.—Reuter.

Republicans Demoralized

Paris, July 27.

A gloomy report of Republican military conditions was received today from French sources in Spain. Republicans lost 50 tanks in three days' fighting on the Madrid front, while several Republican brigades and battalions, noted for their valour, have been practically annihilated. A whole Government battalion is reported to have joined the Nationalists at Avila, north-west of Madrid, together with their officers and arms. Republican losses in yesterday's fighting near Mt. Universal on the Teruel front, when Nationalists captured the villages of Royela and Calomarde, are estimated at 1,000 dead and wounded. Republican forces are stated to be greatly demoralized, having placed their last hopes in the offensive.—Reuter.

***Non-Intervention progress, p. 14.

Soviet Consulate Raid Rumoured

Moscow Broadcast Blames Japanese

Rumour-ridden Shanghai was given another excuse for the jitters yesterday morning—at the sober hour of 5 o'clock, just as the sun was rising—when an official news broadcast from Moscow declared that an organized attack on the Soviet Consulate-General in Whangpoo Road was contemplated.

Japan was blamed for the dastardly plot, which was to be executed by White Russians, according to the broadcast and a statement by the Tass news agency. A group of Russians carrying forged passports have been introduced into Shanghai by the Japanese, the report goes on. They are now being trained for the coup and to conceal their identity they will wear disguises. It is not divulged whether false beards will be used to make them less conspicuous, or more mysterious. The price of horse-hair apparently remains unchanged.

The supposed terrorists were drafted in Manchoukuo by the Japanese, who sent them to Shanghai, according to Tass's report as brought from Moscow by the United Press.

CHAPEI EVACUATION INCREASES

Steady Stream of Household Possessions Moves Out

MYSTERY OF JAPANESE SEAMAN UNSOLVED

A steady stream of removal vans, motor-cars, rickshaws, wheelbarrows and coolies trekked south from Shanghai's northern area yesterday as the rumours of impending war spurred on the exodus which started several days ago. Groaning with furniture and other personal belongings and with commercial stocks in some instances, the vehicles moved along the main thoroughfares leading from Chapei, destined for the International Settlement, French Concession and, in rarer cases, towns and cities south of Shanghai.

As during previous scares, Paoshan Road and its continuation in the Settlement, North Honan Road, received by far the largest portion of the migratory traffic. North Szechuen Road, Dixwell Road and other important streets saw a fair movement of vehicles and refugees, especially during the afternoon. The household removal companies were swamped with calls throughout the the day.

The bulk of the fleeing families, however, used rickshaws. Of twelve loaded vehicles that passed from Paoshan Road into North Honan Road and Boundary Road in one minute at 5.45 p.m., ten were rickshaws, one was a Chinese hire-car filled with household furnishings, and the twelfth was a perambulator pushed by a woman but holding bedding and kitchen utensils. The stream of refugees at the crossing at that time was steady and gave traffic policemen on both the Chapei and the Settlement side a fair amount of special work. In most of the rickshaws a member of the family usually sat buried under boxes and bundles flanked by a bedstead or chairs or a small table. One hand-cart was stacked with bags of grain on top of which rested an enormous bundle of bedding.

Patrols Continue

The continued appearance of armed Japanese patrols did not serve to quiet the nerves of the population. At streets corners, groups were observed scanning eagerly the latest newspaper posters describing the northern situation. Maps of the zone where fighting has taken place were prominently displayed on telephone posts and walls. Business appeared to be slack in the streets of Hongkew, especially at Japanese shops. The general atmosphere was "electric."

Settlement, Chapei and Japanese Consular Police continued their investigation into the disappearance of a Japanese bluejacket, Sadao Miyazaki, who was reported by a mysterious witness to have been kidnapped in Dixwell Road on Saturday evening. The Japanese authorities did not issue any report regarding the case and as far as the other investigators were concerned the man was presumably still missing. The local German newspaper quoted the Landing Party officials as saying that they were convinced the elusive witness was not a Japanese, because, although he reported the alleged abduction in Japanese, his attitude and whole demeanour at the time of the report was not "Japanese." The Chinese press suggested that the young seaman, who was a comparative newcomer to Shanghai, had simply overstayed his leave, and one paper reminded its readers of the case, about three years ago, involving a Japanese vice-consul at Nanking who was reported to be the victim of "foul play" but who was found again, unharmed, in the vicinity of the city.

The appearance, in Broadway and in Hongkew, of large patrols of the Japanese Landing Party on Monday night, gave rise to considerable discussion among residents, both foreign and Chinese.

Government Bonds Drop

Chinese Government bonds continued their downward trend yesterday. Owing to the approach of settlement day to-morrow, issues for August delivery were traded only. Starting with a drop of five to ten cents for the first two issues, i.e., Consolidated E and D, the decline assumed a more serious aspect with other Consolidated issues going down 70 cents, $1.15 and $1.70. In the afternoon session, the bonds remained weak at the opening. Marked recovery was recorded by Consolidated A, while 96 Million also gained 40 cents.

The China National Aviation Corporation despatched its aeroplane to Tientsin as usual, which arrived at its destination shortly before 3 p.m. yesterday. Train service to Tientsin was also being maintained.

Mr. Huang Peh-tu, secretary to Mr. Hsu Shih-ying, Ambassador to Tokyo, sailed for Japan in the ss. President Coolidge yesterday to join the Embassy. Mr. Siao Chin-ying, member of the Charhar and Hopei Political Council, was reported to be cutting short his investigation tour abroad, and is planning to return to China from New York early next month.

MORTGAGE APPEAL CONCLUDED

H.M. Full Court Reserves Judgment in Kew Case

QUESTION OF PARTNER'S RESPONSIBILITY

"I cannot believe the law is quite such an ass as that!" exclaimed Mr. C. W. Measor, counsel for one appellant, in the course of his argument before H.M. Full Court yesterday in the appeal case of China Realty Co. v. Dr. C. T. Kew and Mr. J. O. Anderson. Mr. K. E. Newman appeared for the respondents, while Mr. Anderson was neither present in court nor represented. The Full Court consisted of Judge Sir Allan Mossop, Judge R. E. Lindsell (of Hongkong), and Judge P. Grant Jones. Judgment was reserved.

The appeal arises out of a judgment given by Judge Grant Jones in H.M. Supreme Court on June 13, 1936, in favour of the plaintiffs, when they sought the foreclosure or sale and/or possession of certain properties belonging to the partnership of Dr. Kew and Mr. Anderson, known as the British Flower Shop, and consisting of two lots of land in the French Concession.

The case itself arose out of a series of mortgages, originally held with the Crédit Foncier, and later extended to and increased by the China Realty Co.; the total amount of the mortgages ultimately was $131,856, but Dr. Kew maintained that he only agreed to raise Tls. 20,000 when approached by his partner, Mr. Anderson, a former member of the Bar of the Supreme Court here.

Continuing his reply to the case for Dr. Kew put up by Mr. Measor on Monday, Mr. Newman yesterday morning said that in his opening Mr. Measor had laid stress on the fact that, in order to ensure that the property would not be dealt with without his knowledge, Dr. Kew insisted on paying for half the insurance and on having his signature to the deed. He failed to see how this safeguarded Dr. Kew in any subsequent dealings with the property.

"Constructive Notice"

He submitted that the Trial Judge had extended the doctrine of constructive notice to the plaintiffs of Dr. Kew's connection with the property too far. If the name of the partnership had been "Kew and Anderson," the plaintiffs would have had a different case to answer, but there was nothing in the name of "British Flower Shop" to inform them that Dr. Kew was a partner in it.

He further submitted that if the judge found that the plaintiffs had actual notice *ab initio* of Dr. Kew's interest, he was wrong in law in finding that therefore they had constructive notice in law; the appeal must rely on whether or not in fact and in law his clients had constructive notice.

Mr. Measor said that the position was that Mr. Anderson told Dr. Kew he wanted to borrow some money, and Dr. Kew agreed and put his name to the deed of hypothecation, showing that he and Mr. Anderson were borrowing the money. The Credit Foncier from that time on had to regard that money as lent to both partners.

No Responsibility

Judge Mossop pointed out that, under the law, when the borrowers paid back the money, the lenders should hand back to the person repaying the money the property in question. The Credit Foncier was not going to take the responsibility of safeguarding the other partner.

Mr. Measor said that that applied to the case of "borrowers" only. In the document in this particular case, however, it was expressly specified that Dr. Kew and Mr. Anderson should hereafter be regarded as the "borrower" and not "borrowers." He laid stress on the singular and not plural form of the word, and submitted that "borrower" meant both Dr. Kew and Mr. Anderson, and not one or the other.

He went on to suggest an imaginary case in which he and Mr. Newman mortgaged some property, worth a great deal of money, for $100. He suggested it was absurd to say that if Mr. Newman later went and paid back the $100 he could secure entire possession of the property without Mr. Measor knowing and could then go out and get himself another mortgage on it worth a "lakh or more." "I cannot believe the law is quite such an ass as that!" he concluded, with a smile.

No Title at All

Assuming that his premise was correct, the Credit Foncier had no right to transfer that deed to anyone else, and Dr. Kew was protected; plaintiffs had therefore no title at all. He suggested further that by necessary implication—since the China Realty knew that Dr. Kew was interested in the British Flower Shop, that the property was owned by Mr. Anderson and that it was occupied by the British Flower Shop which paid practically no rent—that the China Realty knew that Messrs. Kew and Anderson were partners.

Finally, if he was right with regard to constructive notice, there could be no question of Dr. Kew having held Mr. Anderson out as having authority to take the deed and borrow more money on it for his own account. Appellant's case stood or fell by his arguments in that regard.

Authority and Notice

Mr. Newman said that his point was that if there was any authority, actual or implied, it did not matter whether or not the China Realty had constructive notice of Dr. Kew's interest; "authority, actual or implied, outweighs notice." Further, Mr. Measor had suggested that the transfer of the property from the partnership to the mortgagees was really "fictional." He submitted that this was not so, in law.

All such sales were out and out sales, although some might be conditional sales, in which event if the trustees did not perform their equity the answer would be an action for damages.

Judgment was reserved at 3.30 p.m.

It was stated at a meeting of the food group of the Society of Chemical Industries at Stratford-on-Avon last month that the consumption of canned food in Britain had reached 1,600,000,000 can a year, one-third of which was produced in Britain.

N.C.D.N. Photos.

YOUNG PEOPLE FROM AMERICA

Among the 705 people who arrived in Shanghai yesterday afternoon in the Empress of Japan were many young people from the United States out to make a brief summer tour of the Orient. At the left is Miss Ruth Doehler, a college girl from New York City, and on the right are Mr. William Anderson, a student at Harvard University, and Mrs. Anderson.

EMERGENCY COUNCIL FOR JAPANESE

Local Bodies Prepare for Eventualities

For the first time since the days of the Shanghai "war", local Japanese official and civic bodies on Monday decided on the formation of an Emergency Council, designed to deal with possible local developments in the present delicate situation in North China.

Mr. Suemasa Okamoto, Japanese Consul-General, was elected chairman at the Council's first meeting held at the Japanese Club from 4.30 o'clock on Monday afternoon.

Represented on the body will be the Japanese Consulate-General, the Special Naval Landing Party, the office of the Military Attaché, the Japanese Residents' Corporation, the Chamber of Commerce and Industry, the Federation of Japanese Cotton Mill-owners in China and the Federation of Amalgamated Japanese Street Unions.

Among the objectives of the organization is the creation of relief facilities for possible refugees from the interior of China and for the evacuation of local women and children should the situation warrant such a step.

FUNERALS

Mr. Eligio Reyes

In the presence of a large attendance of mourners, funeral services were held yesterday afternoon at the Hungjao Road Cemetery for the late Mr. Eligio Reyes, a resident of Shanghai for the past 27 years. A requiem mass was held at St. Joseph's Church in the morning. Mr. Reyes died at his home in Rue du Consulat last Saturday after a long illness. Besides his wife he leaves several children to mourn his loss. Among those sending flowers were:—

Mother, Carin, Jock, Gelacio and Cyril; The family; Wong King Sing; Harrison, King and Irwins Ltd.; The Exchange Department of The Chase Bank; Cie Franco Africaine (Shanghai) Ltd.; Members of "Erin-Villa"; The Committee and Members of the Shanghai Football Association; Leander Hsu; Mr. and Mrs. P. Symons and family; Mr. and Mrs. T. J. Ellis and family; Hsia Hwa Ting; Yang Chi; Chung Vong Chun; William Woo; Dr. and Mrs. A. Renner; A. M. d'Assis; Mr. and Mrs. J. P. Roche and family; Lilia Oliveira; Mo Yung; Chen Yong; Ah Do; Sina Lei; Mr. and Mrs. E. J. Silva; Doxis and Charles E. Miller; Mr. and Mrs. A. E. Collins; Chas. Ker; Richard Fong; F. C. Tsar; W. Z. Chen; Philip Yeh; Fabian Yeh; Zane A. Kann; Shirley Chang; Mo She; Ho Yong Hsin; A. M. Guterres and family; Robert Feng; Mr. and Mrs. R. Morgan; Tong Wen Chen; Tong Yung Loo; and others.

Funeral arrangements were under the direction of the International Funeral Directors.

Captain M. I. Marhinin

The funeral took place at the Bubbling Well Cemetery yesterday afternoon of the late Captain Michael Ivanovich Marhinin of the Russian Regiment of the Shanghai Volunteer Corps, whose death occurred late on Monday night at the Shanghai General Hospital, at the age of 51 years. Deceased who served through the Great War, had been connected with the Regiment since 1927 and was highly esteemed by his brother officers. The services according to the rites of the Greek Orthodox Church were conducted by the Rev. Father Borodin, the choral part being rendered by a choir composed of members of the regiment under the leadership of Sergeant-Major Smirnoff. The Guard of Honour was in charge of Lieutenants Vassilieff and Kousmein. The chief mourner was the widow, others present including Major Douglas and Major Burke-Murphy representing the Shanghai Volunteer Corps, General Adamovich, Officer Commanding the Russian Company in the French Concession, Mr. Ch. Metzler, etc. The coffin was draped with the regimental flag and on it rested the deceased's sword, cap and decorations gained during the Great War. The pall-bearers were:—Major Ivanoff, Officer Commanding the Russian Regiment, Captain Stepanischeff, Captain Shimordoff, Captain Rozonnick, Captain Saveloff and Lieutenant Gapanovich. At the close of the service a firing party in charge of Lieutenant Krosnousoff fired three volleys. There was a very large attendance at the cemetery including a detachment of Russian Volunteers from the French Concession, also a detachment from the newly formed Russian Scouts. There was a large number of wreaths. In addition to the family wreaths, floral tributes were received from, among others, The Commandant and Permanent Staff S.V.C., Shanghai Russian Regiment, The O. C. Officers and other ranks of the Russian Co., of the French Concession, Mr. and Mrs. C. E. A. Cooke, Mr. N. Goltzoff, League of the Russian Women, Siberian Cadets, Mrs. A. Thieme, Mr. I. M. Zorin, Mr. Foo-Chin, Mr. and Mrs. Choohlantzeff, The Russian Scouts and many others.

The funeral arrangements were in the care of Messrs. Thomas Macdonald & Co.,

JAPANESE PATIENCE SORELY TRIED

General Kita Discusses North China Situation

NANKING TROOPS' MOVE CRITICIZED

To allow the Twenty-Ninth Army "to continue its policy of provocation" is to court "new and still graver developments" in North China, according to Major-Gen. Seiichi Kita, military attaché to the Japanese Embassy here.

Addressing Japanese newspaprmen, the officer declared that "another breach of faith will force the Japanese Army to lose its badly-tried patience."

The Chinese "non-compliance" with the terms of the agreements reached on July 11 and 19, he declared, must be ascribed "either to internal discord" or to a decline in the influence wielded by Gen. Sung Cheh-yuan, Commander-in-Chief of the Twenty-Ninth Army.

The continuing advance of Central troops to the north, Major-Gen. Kita asserted, is "partly responsible for the recalcitrance" exhibited by the Chinese forces in and near Peiping.

"Agitators employed by the Kuomintang and the Popular Front," he declared, "are actively deepening the anti-Japanese feeling in the ranks of the Twenty-Ninth Army, and we are probably justified in believing that it is no longer friendly to Japan."

It is futile, he concluded, to expect the Chinese "to reflect on the situation" and to make an effort to clarify it.

PERSONAL NOTES

Mr. Yu Yu-jen, President of the Control Yuan, returned to the capital from Kiukiang by boat yesterday.

* * *

The French Ambassador, M. Naggiar, called yesterday afternoon on Dr. Wang Chung-hui, Chinese Minister for Foreign Affairs.

* * *

Dr. Oskar Trautmann, German Ambassador to China, was received by Gen. Chiang Kai-shek yesterday morning.

* * *

Mr. and Mrs. J. E. Horton, Dr. J. D. Riddell, and Dr. K. Noll were among those who arrived in Shanghai yesterday in the ss. Empress of Japan.

* * *

Mr. John C. Douglas, executive representative for the International General Electric Company in New York, has just arrived in Shanghai.

* * *

Among those who left Shanghai yesterday in the ss. President Coolidge were Mr. and Mrs. Leon Britton for Yokohama, and Mr. and Mrs. M. Benjamin, Mr. Chester Fritz and Mr. Kent Ghirardelli for San Francisco.

* * *

Cutting short his summer vacation in Kuling, Mr. Lin Sen, Chairman of the National Government, returned to Nanking yesterday morning aboard the gunboat Yungsui. He was greeted at the wharf by Gen. Chien Ta-chun, Chief A.D.C., representing Generalissimo Chiang Kai-shek, Dr. Wang Chung-hui, Minister of Foreign Affairs, and other high government officials.

MYSTERY OF THEFT OF FLAG UNSOLVED

Japanese Consular Police Still Seek Clues

Japanese officialdom moved swiftly on Monday in taking action regarding the reported disappearance of a sun flag from a Japanese truck farm on Shuitien Road, Kiangwan, on Monday.

With implications of a deliberate attempt to insult the Japanese colours by the Chinese Peace Preservation Corps freely mentioned in the local Japanese press, the case assumed serious proportions in view of the tense situation.

Mr. Yasumitsu Fukui, vice-consul, called on Mr. O. K. Yui, mayor of Greater Shanghai, to draw the latter's attention to the affair. Mr. Yui was understood to have replied that he would order an investigation.

Reports on this case continued to occupy large space in yesterday morning's issues of all three local Japanese dailies.

The "Mainichi" reported that the two Chinese caretakers, alleged to have been taken into custody at the farm by the Peace Preservation Corps on July 22, had been released by the Chinese Police bureau in Nantao on Monday.

Return to Farm

The two men, whose names were not published, called on Mr. Temizu yesterday morning, the Japanese daily continued.

Alleged to have been taken in custody by four members of the Peace Preservation Corps, the men said they were taken to the North Station Branch of the Chinese Bureau of Police, the paper reported.

Both the Peace Preservation Corps men and the police, they were said to have told Mr. Temizu, remonstrated against their being "in the employ of a Japanese spy." Transferred to the Central Bureau of Police in Nantao, they were suddenly freed when they produced a guarantor.

Returning to the farm on Monday night, they are alleged to have found members of the Peace Preservation Corps eating water melons and practising with a machine gun, the "Mainichi" said.

CAMPFIRE CEREMONY AT CAMP TSINGTAO

The first campfire ceremony at Camp Tsingtao was held last week when the 101 campers and their counsellors camping under the auspices of the Foreign Y.M.C.A., at Yen-er-Tao, Tsingtao, held an impressive opening ceremony, a picturesque account of which has been received by the Foreign Y.M.C.A. headquarters in Shanghai.

RUMANIA PROHIBITS MAIZE EXPORTS

Bucharest, July 27.

The export of maize was forbidden by a Ministerial decree of July 23 because estimates indicate that this year's maize harvest will scarcely suffice for covering the home needs.

According to statements made by a Rumanian news agency, the Rumanian export of maize from January 1 to July 1, 1937, is worth 1,400,000,000 Lei of which more than 1,000,000,000 Lei were supplied to Germany.—Trans-Ocean.

REMEMBER that "an ounce of prevention is worth a pound of cure" in insurance too.

HANOVER FIRE INSURANCE CO. OF NEW YORK

AMERICAN ASIATIC UNDERWRITERS

GENERAL AGENTS

17 THE BUND—TELEPHONE 11144

SEVEN BIG LINERS IN THREE DAYS

Two Thousand Passengers Arrive in Shanghai

EMP. OF JAPAN BRINGS 705 YESTERDAY

Swelling Shanghai's population appreciably, seven large ocean-going liners brought 2,085 passengers into port during the last three days. Of that figure, 762 passengers were bound for Shanghai while the others were going through to other ports.

Rarely do so many liners, all with long lists, happen to reach this port at about the same time from America, Europe, England and Manila. The seven ships and the size of their lists follow:

Sunday, Rajputana, From London, full list 130. For Shanghai 40.
Sunday, Empress of Russia, From Manila, full list 359. For Shanghai 149.
Sunday, Taiyo Maru, From Hongkong, full list 300. For Shanghai 70.
Monday, President Coolidge, From Manila, full list 252. For Shanghai 42.
Monday, President Harrison, From New York, full list 144. For Shanghai 87.
Monday, Jean Laborde, From Marseilles, full list 173. For Shanghai 138.
Tuesday, Empress of Japan, From Vancouver, full list 765. For Shanghai 236.

Many Tour Parties

The hotels and night clubs of the city have benefited greatly by the sudden influx of through passengers all intent on seeing Shanghai. Four tourist parties arrived on Monday in the ss. President Coolidge and a number of smaller parties were on board the other vessels.

In addition to the heavy passenger traffic during the last few days caused by the seven big liners, there have been many cargo vessels entering the port from all parts of the world.

Beyond this, the coastwise traffic has been heavy as still more sweltering Shanghailanders are leaving for summer resorts, the biggest lists being on the Butterfield vessels going to Tsingtao, Chefoo and Weihaiwei.

From all angles, the waterfront is the scene of activity these days and Broadway traffic has been badly congested repeatedly this week as hire cars and trucks streamed to and from various wharves.

Summer's Record

The greatest rush occurred yesterday when the Empress of Japan, largest ship on the Pacific, brought the summer's record number of passengers to Shanghai, there being no less than 705 on her decks. Most of these were through passengers from Canada and the United States, only 236 taking all their baggage off the ship here.

For some time now no such incoming fleet of ships is due, and all the various local trades which profit wait for at least a month for a return of boom times.

ENDURANCE LIMIT REACHED

Local Opinion Says No More Room for Retreat

With large scale fighting in North China threatening, practically all leading Chinese papers here yesterday believed that the "last minute" had arrived.

The journals unanimously declared that China has reached her limit of endurance and has no more room to retreat.

The "Ta Kung Pao" offered two points for consideration of the authorities:

Firstly, Gen. Sung Cheh-yuan should be responsible to the Central Government, and his 29th Army should form a portion of the uniform movement of the country and receive their orders directly from General Chiang Kai-shek.

Secondly, the ultimate responsibility should rest with the Central Government. Now that the last minute has arrived, it should make known its attitude and movement and give final instructions to Gen. Sung Cheh-yuan.

The "Shun Pao" and the "Central China Daily News" both clamoured for the last sacrifice in view of the gravity of the situation.

The treaty of friendship between Egypt and Turkey was ratified on Monday by the Egyptian House of Representatives.

WATSON'S MINERAL WATER

OF THE HIGHEST QUALITY

Telephones 50485-6, 52636, 82856

RUN DOWN?

During the hot summer months a surplus of energy and vitality are necessary—to offset the heavy strain imposed by the climate. When energy flags, health suffers. And during the heat something more than rest is needed to restore lost energy.

Science has proved that with the aid of Sanatogen you will be able to keep your nerves and body always at concert pitch, even under the most difficult conditions. For Sanatogen, the true tonic food, restores vitality by infusing into the body the very elements that are wanted. Start your course—to-day!

NEW ENERGY & BETTER HEALTH WITH

SANATOGEN

The True Tonic-Food

Healthy! Strong! Happy!

TONICUM BAYER

is an ideal tonic for the growing child. It gives strength and resistance to disease. It supplies the body with the vitamins and salts necessary for the development of growing cells and nerves. TONICUM BAYER stimulates the appetite, makes for a healthy, vigorous and happy child.

TONICUM BAYER

Health. Strength. Vitality

No need to "thread" film in the "E's" simplified gate. Just press back the gate . . . slip in the film.

Angled, single-plane design provides ample finger room around sprocket for easy loading.

The "E's" handy three-speed device permits unusual and informative studies of high speed action.

There's a supplementary footage indicator at the side of the finder field in the "E's" enclosed finder.

The customary, clearly legible footage indicator of Ciné-Kodak E is always ready for easy reference.

Eastman's Low-Cost 16 mm. Movie Camera

CINÉ-KODAK, MODEL E

Though only $195, the new "E" is a thoroughly competent movie maker, fitted with a precision-made Kodak Anastigmat f.3.5 lens. It may be operated at any of three speeds: Normal, Intermediate, Slow Motion—16,32, or 64 frames per second. And its long-running spring motor makes possible extended exposure at all three speeds. The "E" loads with 100-foot rolls of any of the three black-and-white or two Kodachrome Cine-Kodak films. Five of its numerous advantages are shown at the right. Others include built-in exposure guide, secured winding handle grooved for easy gripping, center-balanced leather carrying strap, sturdy die-cast case with an attractive black wrinkle finish, easy sighting even when wearing a hat—as shown above.

EASTMAN KODAK COMPANY

185 Yuen Ming Yuen Road, Shanghai.

DR. H. H. KUNG OBTAINS LOAN FOR RAILWAYS IN LONDON

International £10,000,000 Issue Provisional on Settlement of North China Fighting

London, July 27.

NEGOTIATIONS for obtaining a loan of £10,000,000 for China's railways have been concluded, Dr. H. H. Kung, Chinese Finance Minister, announced to the press to-day. These loans, he said, would provide £3,000,000 for the construction of the Canton-Meihsien line and £7,000,000 for the Pukow-Sinyang line.

"China does not need money," Dr. Kung asserted, "but foreign capital offers an advantage in that it is not necessary to send funds out of China to buy the needed materials. Moreover, foreign interest rates are considerably lower than those in China."

Despite the declarations of Dr. Kung, well informed circles believe that signatures on the loan to China have not yet been exchanged, and that the loan probably will be launched only after the situation in North China has become calm again.

The interest rate of the loan will probably be four per cent. but that will depend on circumstances and the state of the money market when the loan is concluded.

Although the loan will be launched exclusively in London, capital of other countries can be subscribed. Other than this operation, Dr. Kung let it be understood that the conversion of Chinese internal loans to the total of £20,000,000 into foreign loans is being considered.

Dr. Kung emphasized that the Nanking Government are now concentrating on communications, exploitation of mineral resources and the creation of heavy industry and textile industries.

Dr. Kung Leaving for Paris

Dr. Kung intends to leave on Thursday for Paris where he will sign several accords regarding the opening of credits offered by several banking groups for furnishing industrial and railway materials to China.

Dr. Kung said the present Sino-Japanese tension in North China retarded efforts for economic reorganization of his country.

Regarding the Communist forces in China, Dr. Kung answered to a question by saying that an accord between the leaders of this movement and the Central Government was having the result that these forces were dispersed and were free to become peasants or to be absorbed in the regular army.

His negotiations do not bear on the buying of war materials, Dr. Kung said, recalling that the Chinese budget provides credits for this purpose and that up to now the Government had not planned to open additional credits for war material.

Finally, Dr. Kung insisted that the Chinese budget was balanced and that receipts have been progressively increased.—Havas.

THE RADIO

To-day's Short Wave Programmes

Wave-lengths are given in metres; to convert into kilocycles or vice versa divide 299.820 (300,000) by the known figure thus:—
299,820 (300,000) ÷ 21.45 metres=13,931 k/cs.

Daventry, England:—From 12.30 to 13.45, Trans. 1, GSG, 18.86; GSD, 19.76; GSB, 31.55, 18.45 to 21.55 Trans. 2. GSJ, 19.93 GSH, 13.97; GSG, 16.86. (on two transmitters one designed specially for the Far East). From 22.00 to 1.00 Trans. 3, GSJ, 13.93 GSH, 13.97; GSG, 16.86 (on two transmitters).

Via Hongkong:—ZBW3, 31.49

Berlin, Germany:—From 19.00 to 24.00 DJB, 19.74; DJE, 16.89; DJN 31.45 DJQ, 19.63. N.B.—At 22.00. News in English over DJE-N-Q in Netherlandish over DJB.

Rome, Italy:—From 19.43 to 21.20, and 22.00 to 23.30, 2RO, 25.4.

Victoria, Australia:—From 16.30 to 21.30. VK3LR, 31.34.

Paris, France:—From 17.00 to 18.00 TPA3, 25.24; from 19.00 to 00.05, TPA2, 19.68; from 00.15 to 7.00, TPA3, 25.24; from 7.15 to 14.00, TPA4, 25.60.

Manila, P.I.:—From 6.30 to 9.00 and 19.00 to 23.00, KZRM, 25.38; 31.35; Sundays, 18.00 to 24.00.

Tokyo, Japan:—From 21.00 to 22.00, JZJ, 25.42, JZK, 19.79.

America:—High-lights of the short-wave programmes from the United States are incorporated where they fall within the hours of local reception the figures following the various items give the wave-length of that particular programme.

The letters after the following items indicate the station (see above) from which the broadcast is made. An asterisk after a Daventry item indicates that it is an electrical recording.

12.30 "World Affairs"* (D)
12.45 Grieg's Chamber Music, 1 (D)
13.15 "They Never Came Back: Ludwig Leichhardt"* (D)
13.20 Piano recital (D)
13.55 News (D)
14.15 Davis Cup Challenge Round*; Cricket: England v. New Zealand* (D)

18.45 "World Affairs"* (D)
19.00 Concert (B), Travel talk (V)
19.10 Melbourne programme (V)
19.30 "Fishing"* (D)
19.43 Varied, till 22.00 (R)
20.00 Govan Burgh Band (D), Morning Almanac, 13.9 (NY), News (B), (P), 31.3 (BO)
20.15 Concert from Grenoble (P)
20.25 News, 19.5 (S)
20.30 News (V)
20.45 Talk on French Events (P), "Dandies of Yesterday," 13.9 (PT), "Round and About" (D)
20.55 "Swift Serenade"* (D), News, 16.3 (NY)
21.00 News in German (B), Concert from Limoges (P), Opening announcements (T)
21.15 Songs and recitals (B), News, 13.9 (PT), Music (T)
21.30 News (D), in French (P)
21.45 News (T)
22.00 News (B), Talk (P), Rome, till 23.30:—News, talk, Cetra Orchestra, Eastern Hour "Post Box," etc.
22.15 "At The Theatres"* (D), Sound pictures (B)
22.30 Reger's Sonata in D Minor (B), Classical concert (P)
22.35 Arthur Dulay Quintet (D)
22.40 News, 13.9 (NY)
22.45 "The Saar is calling me ..." (B)
22.55 News, 19.5 (S)
23.00 News, 16.8 (NY), 19.7 (PT), 31.3 (BO)
23.10 Music Hall* (D)
23.15 Personal Column, 31.3 (BO)
23.45 Press review (B)
00.10 News (D)
00.15 News in French (P)
00.30 Harry Leader's Band (D)
01.00 Concert from Nice (P), News, 19.7 (PT), 31.3 (BO)

Art and Culture

1400 Kilocycles

12.30—14.00.—José el Matador, Avec la Pompadour, Valse vanité, La vieille guimbarde, Ha cha cha, La Sidi Tyrolien, The Way you Look Tonight, Puisque vous partez en voyage, Hazel eyes, Y avait un accordéon, Bulletin Météorologique.

1/2 heure enfantine:—Conte, La légende de Saint Nicolas, La fable à Toto, etc.

C'est une petite étoile, Mon ami le vent, Caprice Viennois, Les rêves d'amour, Laisse moi seule avec mon rêve, Czardas, Chanson pour Nina, Quand tu partiras, Le flot du rêve, L'étendard.

18.30—20.00.—La Sérénade, Eteignons tout et couchons nous, Triguenita, Chant d'amour, Idylle des vers luisants, Rendez vous sous la pluie, La Berline Parisienne, Pour toi je veux rêver, La chanson de Printemps, M'aimes-tu?, Puiletin Météorologique.

Joue Tzigane, Le Barbier de Séville: Air de Figaro, Lakmé: D'où viens-tu?, C'est le Dieu de la Jeunesse, Faust: Avant de quitter ces lieux, Contemplation, Thaïs: Scène du miroir, Rigoletto: Comme a plume au vent, Manon: Je suis encore toute étourdie, Mignon: Adieu, Mignon courage, Une soirée près du lac, Fortunio: Ma vieille maison grise.

21.00 — 23.00.—Mascagni: Cavalleria Rusticana (opera complet).

FREDDIE BARTHOLOMEW MAY LEAVE FILMS

Hollywood, July 26.

Disappointed at the refusal of Metro-Goldywn Mayer Motion Pictures Co. to grant him a $2.500 weekly contract, Mrs. Myllicent Barthlomew, aunt of Freddie Bartholomew, the boy actor, announced he might abandon his career and return to England to "grow like a normal boy."—United Press.

ITALIAN MANŒUVRES SET FOR AUGUST

Rome, July 27.

Large Italian Army manœuvres will be started early in August in Venetia in north-east Italy, and in Sicily. The central problem will be that of motorization.—Havas.

DR. MARTIN NIEMOELLER'S BROTHER RELEASED

Berlin, July 26.

Dr. Wilhelm Niemoeller, who was arrested yesterday after defending his brother, Dr. Martin Niemoeller, in a sermon preached to a huge crowd in his brother's church in Berlin, has been released.—Reuter.

DEMOCRACIES MUST SAVE EUROPE

"New York Times" Appeal to Avert War

New York, July 27.

An appeal to the United States Government to take an "influential part" with the Democracies of Europe to prevent a European war, was made to-day by the "New York Times."

Decrying the Spanish war and the threat of a European outbreak, the "New York Times" says that "the Democracies are powerful enough to dictate terms before the day of the European outbreak arrives if only they would stand together and if only they would insist on terms just to their potential enemies as well as to themselves."

"Here is a task for Democratic statesmanship," adds the newspaper, "in which our own government, without danger to or loss of prestige, can have an influential part."—Reuter.

TWO SPERM WHALES ARE BEACHED IN CHANNEL

Paris, July 27.

Two sperm whales, measuring 18 and 22 metres respectively, were thrown ashore near Dunkerque on the Channel coast yesterday. The animals vainly attempted throughout the night to reach water again but finally died, having been watched by large crowds of spectators in their death struggle.—Trans-Ocean.

FRENCH ARMY MANŒUVRES ON ITALIAN BORDER

Paris, July 27.

Manœuvres of the French Army from August 9 to 19 in the department of Haute Savoie near the Italian frontier between Rusmilly and Syessel, is set the task of defending the department against an "enemy" who has succeeded in invading France via the Jura mountains.—Trans-Ocean.

The economic committee of the Polish Cabinet has accepted the offer of the German Prince Pless to surrender part of his huge forests in Polish Upper Silesia to settle his tax arrears and other financial obligations towards the Polish Government.

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"N.C.D.N." Photo.

CATHOLIC DIGNITARIES ARRIVE

The Most Reverend Father James P. McCloskey, Bishop of Jaro, arrived in Shanghai yesterday in the ss. Empress of Japan on his way to the Philippine Islands where he has spent seventeen years away from his home in Philadelphia. He is seen above on the left while on the right is the Rev. Edward Roelker of the Catholic University of America.

Central Troops Moving from Paotingfu

(Continued from page 9)

vouring to preserve peace must be plain to all observers. On the other hand, Japan has not only failed to withdraw her troops, but continued to send heavy reinforcements into the Peiping-Tientsin area.

"On the night of July 25, Japanese troops made an unprovoked attack on the Chinese garrison at Langfang, during which a large number of Japanese bombing planes were brought into action.

Impossible Demands

"The Japanese further presented impossible demands to the local Chinese authorities and staged a rapid succession of provocative acts in the outskirts of Peiping.

"All these clearly indicate that the Japanese are bent upon aggravating the present crisis, with a view to achieving their sinister designs on North China.

"China has exhausted her efforts for peace and the responsibility for future developments in North China rests solely with Japan."—Central News.

Test To-morrow

Tientsin, July 27.

"The true test of the situation will come to-morrow noon, when the entire 37th Division will have to be moved to the west bank of the Yungting River," a spokesman of the Japanese Garrison here to-day told foreign correspondents.

Unconfirmed reports, he added, have indicated the withdrawal of 37th Division units from Papaoshan and Lukouchiao, as demanded by the Japanese Garrison yesterday evening.

Legation Quarter Prepares

Apparently in the same belief, the authorities in the Legation Quarter in Peiping, according to reports received here, are making preparations for any eventuality to-morrow.

The Police of the Legation Quarter were reported to be standing by, while the United States' Marines, who were assigned to defend four gates, spent a busy day filling sandbags.

With literally thousands of Japanese refugees within its large compound, the Yokohama Specie Bank building in Peiping to-day acquired an eery appearance with sandbags piled in front of its doors and windows.

Dispelling Chinese fears of an air raid on Peiping, the Japanese authorities were reported here to have assured foreign diplomatic representatives in Peiping that the Japanese Army would not resort to such a step.—Domei.

Nanking Hears from North

Nanking, July 27.

Official circles here have received a telegram from Peiping stating that General Sung Cheh-yuan is determined to reject the Japanese ultimatum.

General Sung is reported to have issued a public proclamation, which has been posted on the streets of Peiping, stating that it is impossible for him to accept the "unreasonable Japanese demands." The proclamation urged the populace to remain calm at the moment of great crisis.

General Ho Ying-chin, the Minister of War, submitted a detailed report on the North China situation at a meeting of the Executive Yuan this morning. An emergency meeting of the Central Political Council was held this afternoon to discuss the situation in the North, among those attending being General Chiang Kai-shek.

It is understood that the Central Government troops who have entered Hopei will be placed under the command of General Sung. This is regarded by Chinese circles here as confirming the statement by General Chiang Kai-shek that, in case of hostilities, Central Government troops will fight side by side with the 29th Army.—Reuter.

Refugees Streaming Into Settlement

The exodus from Chapei which had been in progress all day yesterday assumed large proportions yesterday evening. For about four hours beginning at 6 p.m., solid streams of refugees flowed down Paoshan Road into North Honan Road and from Dixwell Road and other important thoroughfares. The evacuation quietened down toward midnight, but extreme tension was still felt throughout the northern district at an early hour this morning.

BRITAIN CONCERNED OVER CRISIS

Mr. Eden Outlines Measures Taken to Commons

London, July 27.

Mr. Anthony Eden, Secretary of State for Foreign Affairs, reported to the House of Commons to-day the latest information he had received on the Sino-Japanese clash at Langfang. A report had reached him, he added, of possible action by Japanese troops within Peiping as well as outside.

Mr. Eden said he had instructed the British Chargé d'Affaires in Tokyo to express the earnest hope that such action would be avoided.

The British Government, the Foreign Secretary declared, had continued to urge upon the Chinese and Japanese Governments its concern and interest in seeing a peaceful settlement being reached. He understood that similar action had been taken in Tokyo and Nanking by the French and American Governments.

Meanwhile, Mr. Eden stated, the British Government was maintaining constant touch with the other governments concerned, including the Soviet Government and, particularly, the American Government.

Local schemes existed, he said, for the protection of British subjects, which would be put into operation if an emergency arose.—Reuter.

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FIVE PROVINCES TAKING PRECAUTIONS

Nanking, July 27.

In view of the tension in North China, measures have been adopted by authorities in Kiangsu, Chekiang, Hupeh, Hunan, Shansi and other provinces to ensure peace and order in their respective provinces in case of emergency.—Central News.

All Quiet In Hankow

Hankow, July 27.

Despite active precautionary preparations in Peiping and Tientsin, the local Japanese authorities do not think it necessary to take similar precautions here. A message to this effect was conveyed to the local Chinese authorities this afternoon by the Japanese Consul-General. Everything in the Japanese Concession, meanwhile, remains quiet.—Reuter.

SEVEN HURT IN TIENTSIN BOMB EXPLOSION

Tientsin, July 27.

Seven Chinese pedestrians, including a peddlar, were injured last night in a bomb explosion in Suma Street in the Japanese Concession. The explosion occurred suddenly at about 10.30 o'clock as a bomb was dropped from a speeding Japanese military truck, loaded with ammunition. As the truck was travelling fast, the explosion did not affect the truck. Two of the seven victims were learned to have been injured very seriously.—Central News.

COMMENT IN THE PRESS

London, July 27.

Referring to the Japanese demand for the withdrawal of the Chinese 37th Division, the "Daily Herald" says in an editorial to-day that it is one more step towards the thinly veiled annexation of two more Chinese provinces.

Japan's conquest of Manchuria, the newspaper continues, has stimulated, and not satisfied, her ambitions. China must yield or put up a hopeless fight for which she is all too unprepared. "And the world looks on," the Daily Herald concludes.—Reuter.

MEMORIAL SERVICE FOR DEAD AT LUKOUCHIAO

Peiping, July 25.

Under the auspices of the Hopei-Charhar Political Council a three-day memorial service began yesterday at the Kwang Chi Ssu for those Chinese soldiers and officers who lost their lives in the defence of Lukouchiao. The service began at eight o'clock yesterday morning and adjourned at five o'clock in the afternoon. It was resumed this morning and will close to-morrow afternoon. Those participating are Buddhist monks of the temple. The last day of the service will be thrown open to the public.—Reuter.

FRENCH LEFTIST GROUP SENDS SYMPATHY

Paris, July 27.

"An expression of sympathy and encouragement toward the Chinese Republic, a member of the League of Nations surprised in the midst of a peaceful work of reconstruction and organization by unjustified aggression, whose aims of conquest are evident if not admitted" was voted yesterday by the permanent delegation of the French Union Socialiste Republicaine.

The resolution was passed at the close of the Union's Congress, in session here for several days.

It further expresses a hope that the powers who are signatories of treaties guaranteeing China's integrity will not recognize this attempt at force and that the League of Nations will make some protest and plan a means of keeping peace while defending China's rights.—Havas.

Peiping Japanese Flock to Legation Quarter

Tientsin, July 27.

Peiping's 5,000 Japanese residents had virtually completed their evacuation to the Legation Quarter by noon to-day, a communiqué issued at 1 o'clock this afternoon by the headquarters of the Japanese forces in North China said.

A bomb, "placed by the Chinese," under the Peiping-Liaoning Railway tracks about five kilometres east of Langfang, scene of yesterday's fighting, was removed by Japanese troops at 10 o'clock this morning, the announcement added.—Domei.

The German excavations at Olympia in Greece are meeting with great success, reports Dr. Wrede of the Berlin Archæological Institute. A large number of perfectly preserved bronze works have been recovered.

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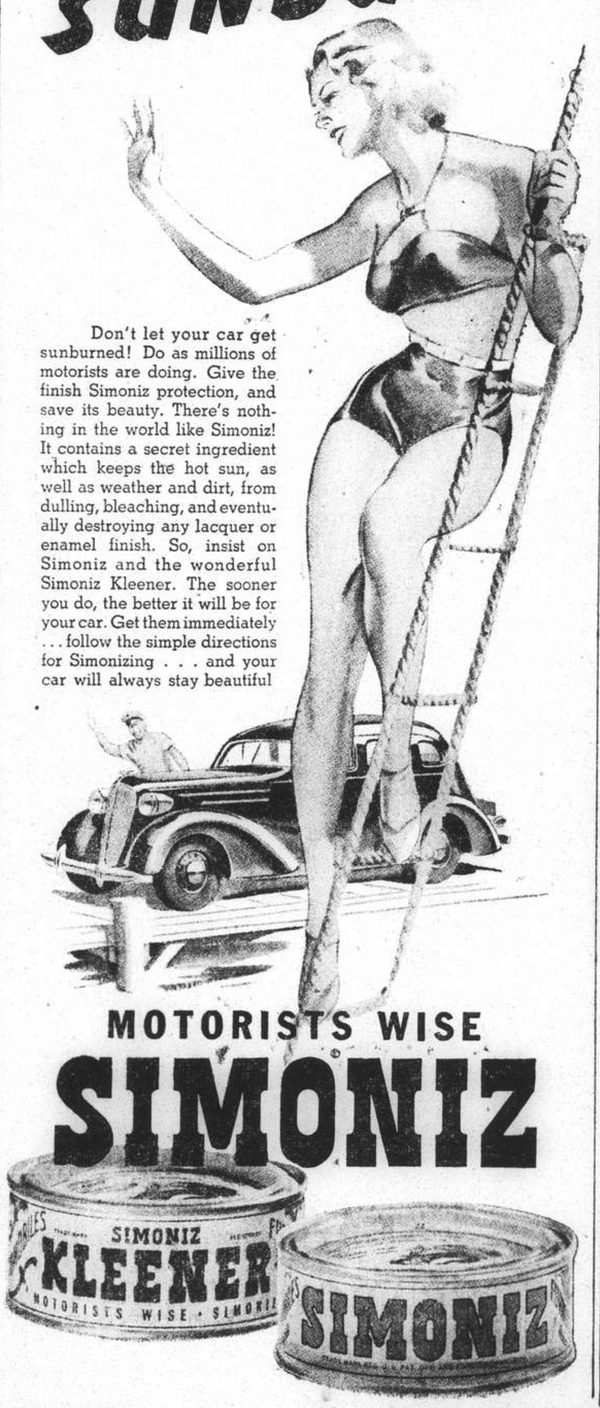

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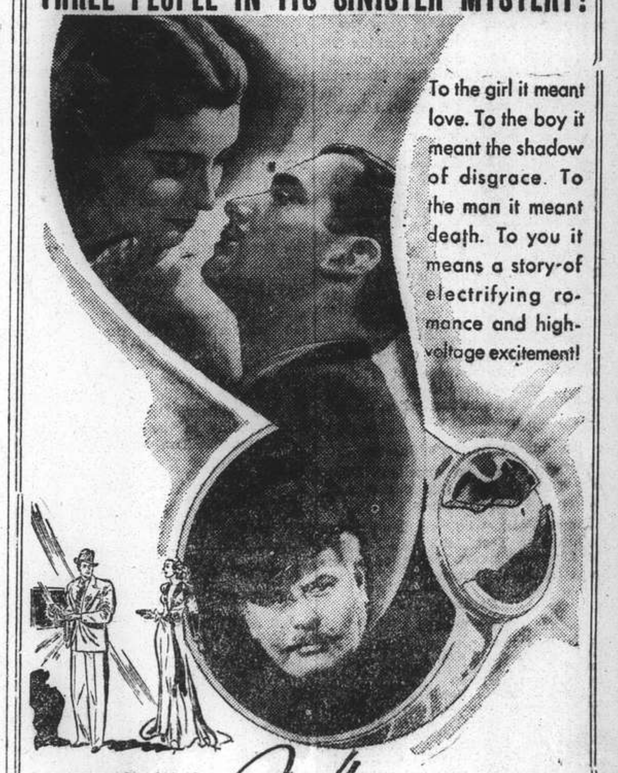

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2nd Test to England by 130 Runs

GODDARD, 6 FOR 29, ROUTS N. ZEALAND

England Is Rescued by Ames, Brown After Bad Collapse

DRAMATIC FINAL DAY AT MANCHESTER

London, July 27.

The final day of the second Test match between England and New Zealand at Manchester to-day was packed with drama before England ran out winners by 130 runs. The sensations began when England's best wickets began tumbling like ninepins before the New Zealand attack. The innings was verging on the catastrophic when the seventh wicket fell for 75.

Then staunch Ames and Brown, the Test addition from Surrey, gallantly stopped the rot and doubled the score before the English keeper lost his wicket. Brown's plucky stand gave him the honour of top scoring with 57 and helped the score to 187 which gave the New Zealanders 254 to catch. It was not beyond the reach of the visitors to beat that score or to force a draw but their innings found Goddard in his most devastating mood and his bag of 6 for 29 was responsible for their dismissal for a humble 134.

New Zealand Fails

The batsmen batted confidently upon resumption, and runs came at a fair pace from Moloney and Vivian. When the partnership seemed to put on a large score, Moloney was run out. His contribution then stood at 20 (50 for one).

This started a procession which dashed all hopes of victory to the ground and which did not end until the tea interval.

Wallace followed Moloney back to the pavilion, clean bowled by Goddard, after making five (68 for two); Kerr was bowled by Smith for three (73 for three); then Vivian, with exactly 50 to his credit, was caught by Ames off Smith (94 for four); Hadlee was bowled by Goddard for three (102 for five); Page fell a victim to the same bowler for two (104 for six); and Tindill was dismissed leg-before to Brown for a "duck" (109 for seven).

At the tea adjournment Donnelly was 19 not out and Gallichan two, the score-board registering 113 for seven. The collapse continued and the scoreboard showed 134 when the last wicket fell.

The Play

In dull and cheerless weather, and before a crowd of only 3,000, Hardstaff (6) and Paynter (3) resumed their innings this morning.

The early play was very quiet, but things began to happen after Paynter was caught by Cowie off Vivian for seven.

With the scoreboard showing 48 for four, a steady procession developed, and three more wickets went cheaply in the next 50 minutes.

Before another run had been added to the total, Hardstaff was caught by Tindill off Cowie for 11 (46 for five); then Robins was caught by Moloney off Cowie for 12 (68 for six); and next Wellard was caught by Wallace off Vivian for a "duck" (75 for seven)

The Saving Stand

Brown and Ames became associated, and they almost doubled the score before being separated.

At 147 the Kent wicket-keeper was out leg-before to Dunning after a patient 39 (147 for eight), and Brown followed when he was clean bowled by Cowie for 57 (186 for nine).

The innings came to an end when Smith was caught and bowled by Cowie for 27.

With Goddard 1 not out and extras seven, the total came to only 187.

Faced with the task of making 265 to win, Vivian and Moloney opened for New Zealand, and at the luncheon interval had made two each, the score-board reading 4 without loss.

Monday's Play

Manchester, July 26.

Barring an unforeseen collapse, the second Test match between New Zealand and England at Manchester is likely to end in a draw as a result of a fine stand by the tourists to-day.

With Hadlee contributing a valuable 93, the New Zealanders completed their innings shortly after tea for 281—or 77 behind the English score of 358 for nine, declared.

England made a disastrous start in their second innings, losing three valuable wickets—those of Hutton, Barnett and Hammond—for only 37, which was the position when stumps were drawn.

Somerset Bowler's Success

Wellard made an excellent debut in a Test by capturing four wickets for only 81 in 30 overs.

James Smith, who was also playing in his first Test, took two wickets for 29 in 22 overs, seven of which were maidens. Scores:

England

FIRST INNINGS

Hutton, c. Dunning, b. Vivian	100
Barnett, c. Kerr, b. Cowie	62
Hardstaff, st. Tindill, b. Vivian	53
Hammond, b. Gallican	33
Paynter, l.b.w., b. Cowie	33
Ames, not out	16
Wellard, b. Cowie	5
K. W. V. Robins, b. Cowie	14
F. R. Brown, b. Gallichan	1
J. Smith, c. Kerr, b. Gallichan	21
Goddard, not out	4
Extras	11
Total for nine wickets dec.	353

Fall of wickets:—100-1 (Barnett); 223-2 (Hutton); 231-3 (Hardstaff); 294-4 (Paynter); 302-5 (Hammond); 307-6 (Wellard); 327-7 (Robins); 328-8 (Brown); 352-9 (Smith).

BOWLING

	O.	M.	R.	W.
Cowie	32	6	73	4
Dunning	23	5	24	0
Vivian	22	7	75	2
Gallichan	36	7	99	3
Page	5	0	16	0

SECOND INNINGS

Hutton, c. Vivian, b. Cowie	14
Barnett, l.b.w. Dunning	12
Hardstaff, c. Tindill, b. Cowie	11
Hammond, c. Moloney, b. Cowie	0
Paynter, c. Cowie, b. Vivian	7
Ames, l.b.w. Dunning	39
Robins, c. Moloney, b. Cowie	12
Wellard, c. Wallace, b. Vivian	0
Brown, b. Cowie	57
Smith, c. and b. Cowie	27
Goddard, not out	1
Extras	7
Total	187

Fall of wickets:—17-1 (Barnett); 29-2 (Hutton); 29-3 (Hammond); 46-4 (Paynter); 46-5 (Hardstaff); 68-6 (Robins); 75-7 (Wellard); 147-8 (Ames); 186-9 (Brown); 187-10 (Smith).

BOWLING

	O.	M.	R.	W.
Cowie	23.5	6	67	6
Dunning	12	2	35	2
Vivian	17	5	64	2
Gallichan	8	4	14	0

New Zealand

FIRST INNINGS

Vivian, b. Wellard	58
Moloney, l.b.w. Smith	11
Wallace, st. Ames, b. Brown	23
Kerr, b. Wellard	4
Donnelly, l.b.w. Wellard	4
Hadlee, b. Wellard	93
Page, c. Smith, b. Hammond	33
Tindill, b. Brown	6
Gallichan, c. Brown, b. Smith	30
Dunning, not out	4
Cowie, st. Ames, b. Brown	0
Extras	15
Total	281

Fall of wickets:—19-1 (Moloney); 65-2 (Wallace); 91-3 (Kerr); 105-4 (Donnelly); 119-5 (Vivian); 213-6 (Page); 242-7 (Hadlee); 263-8 (Tindill); 280-9 (Gallichan); 231-10 (Cowie).

BOWLING

	O.	M.	R.	W.
Smith	22	7	29	2
Wellard	30	4	81	4
Hammond	15	5	27	1
Goddard	18	5	48	0
Brown	23.4	4	81	3

CHAMPIONS CUP GOES TO DOMINIONS FOR FIRST TIME

The famous Australian polo players from Goulburn, Australia, who won the Champions Cup recently at Hurlingham, beating the Jaguars—a red hot team recruited from England, America and India—by 9-7. Afterwards the critics declared that no better Cup final had been seen since the war and that no victory had been better deserved. In the winning team were (left to right): R. R. Ashton, J. H. Ashton, G. G. Ashton and R. Skene. Skene replaced the fourth Ashton brother and played a 10 goal No. 1 game from start to finish. According to The "Field" Skene is the most likely No. 1 in the Empire to qualify for International honours.

A.S.F. TIE WALRUSSES AFTER LEADING TWO-NIL

Exciting Water Polo Match: Strokeside Win Easily and Porpoises Shake Off Bowside

THE first drawn match of the water polo season was recorded last night at the Foreign Y.M.C.A. when the home Walrusses played to a 2-2 draw with the Association Sportif Francais, the closeness of the scoring keeping the crowd keyed with interest up to the end of the game.

The Rowing Club Strokeside team defeated the Shaforce by eleven goals to one at the Boathouse, and following their game, the Club Bowside aggregation played out a close match with the Foreign Y.M.C.A. Porpoises, the league leaders having great difficulty in scoring and only winning by four goals to nil.

A.S.F. v. Walrusses

The drawn game at the Foreign Y.M.C.A. provided considerable interest the French team leading by two goals at the interval, and failing to retain their advantage in the second half. Walrusses guarded the deep end in the first half and the A.S.F. attacked strongly in this period, Hans Park being notable with several powerful shots directed at the goal. He opened the scoring with a grand shot from the centre of the pool, and W. Ward was able to lengthen the margin by scoring another goal towards the end of the half.

Upon changing ends, the Walrusses played up to better form and took on the attack, their forwards revealing better stamina than their opponents with the result that Dudley was able to get away from his opposite number and went on to score, and following some very close play, Jump put in the equalizing goal a minute before play ended, the final whistle finding both teams making strenuous endeavours to secure the lead. The teams were:

WALRUSSES: F. Brandt, G. Figueredo, Hall, F. Friede, J. Dudley, A. Kohnert, C. Jump.

A.S.F.: G. Boisesson, V. Ruffio, P. Bell, H. Park, W. Ward, J. Eidil, I. Goldfield. Referee: J. Huxley.

Bowside v. Porpoises

The Rowing Club Bowside team gave the Foreign Y.M.C.A. Porpoises a very good game before the latter were able to win, close marking proventing the latter from increasing their score, while F. R. L. Carey in goal for the Oarsmen put up a wonderful display, saving some very difficult shots. In the first half, the Y.M.C.A. took a three goal lead, Gavriloff scoring two goals and McAllister swimming up from the defence to put in the third. The second half saw even closer marking and Oliviera scored the winner's only point in this half. The teams were:

PORPOISES: J. Bradley, E. Smith, S. Brandt, D. McAllister, A. Gavriloff, A. Logan, L. Oliveira.

BOWSIDE: F. R. L. Carey, A. J. Orton, H. A. Calder, W. Vennewitz, C. Hodgman, H. Farmer, A. Pressler. Referee: C. N. Brown.

The third game was also played at the Rowing Club pool where Strokeside proved too strong for the Shaforce and won by the handsome margin of 11-1. A. Sinclair was again much to the fore scoring seven of the winner's points, the Oarsmen holding a six goal lead in the first half. Play in the second half was slightly more evenly contested, and Worthington scored the only point for the soldiers, Dearn, Turner and Muir putting in the other goals for the Oarsmen. The teams were:

STROKESIDE: W. Wagner, J. W. Dearn, A. W. Wagstaff, Y. J. Turner, A. C. Sinclair, H. G. Fabian, E. J. Muir.

SHAFORCE: Cook, Rowlands, Newton, Rimmer, Tillotsen, Anderton, Worthington. Referee: C. N. Brown.

1st OUTRIGHT LOSS FOR NOTTS

Mitchell, of Derbyshire, in Deadly Form

London, July 26.

With Mitchell giving a splendid performance with the ball, Derbyshire to-day had the distinction of inflicting the first outright defeat on Notts, who were beaten by an innings and 23 runs.

Although never right at the top of the Championship, Notts had been able until to-day to avoid the loss of full points.

Mitchell was their main stumbling block, as he took four wickets for 51 in the first innings and followed this up by capturing six for 74. Score:—

At Chesterfield.—Derbyshire beat Notts by an innings and 23 runs. Derbyshire, 332 for 9 declared; Notts, 120 (Mitchell, 4 for 51) and 189 (Mitchell, 6 for 74).

Northants Threatening Surrey

SPECIAL TO THE "N.C.D.N."

London, July 27.

Lunch time scores in the undecided County matches stood as follows to-day:—

At the Oval.—Surrey 482; Kent, 269 and 164 for 6.

At Birmingham.—Lancashire, 261 and 24 for 1; Warwick, 437 for 8, declared (Wyatt 201).

At Bournemouth.—Hampshire, 235 and 242; Worcester, 215 and 55 for 2.

At Bristol.—Yorkshire, 346 and 273 for 4; Gloucester, 236 (B. O. Allen, 107).

At Kettering.—Sussex 251 and 193; Northants, 181 and 39 for nil.

Australian Women Win

The Australian women's touring team beat the 1934 English women's team by 8 wickets, the scores reading:—England, 91 and 170; Australia, 206 and 57 for 2.

DAVIS CUP RETURNS TO U.S. AFTER 11 YEARS' ABSENCE

Changes Hands as Parker Scores Straight Set Victory Over Hare by 6-2, 6-4, 6-2

Wimbledon, July 27.

FOR the first time in eleven years the United States to-day won the treasured Davis Cup when Frankie Parker clinched the victory for America by defeating C. E. Hare, of Great Britain, in straight sets.

Although Parker smashed his way through to a 6-2, 6-4, 6-2 victory, the scores did not indicate the stiffness of the Briton's resistance, especially in the second set in which Parker was extended to the limit.

Parker repeatedly broke Hare's service, but the Briton stubbornly crowded the American, forcing him to rely on his superior speed and power in winning the match and clinching the Cup.

Ovation for Winner

In the last set Hare won the first two games and then the American staged a whirlwind attack to take the next six games in a row for victory. The Birmingham left hander made no attempt to conceal his disappointment. A great ovation was given Parker by the big crowd which attended despite threatening skies and intense cold.

The United States last won the historic trophy in 1926, with France and Britain sharing the honours since that time. Previously the Cup had gone to the United States every year between 1920 and 1926 inclusive.—United Press.

The Doubles Encounter

Wimbledon, July 26.

With the United States Davis Cup tennis team needing only one more victory to return the trophy to America for the first time in ten years, tennis observers noted to-day that Don Budge and Gene Mako had encountered stronger opposition than was generally expected in the doubles team of Frank Wilde and C. D. R. Tuckey.

Although the Americans won in four sets, 6-3, 7-5, 7-9 and 12-10, they had no easy task, and the contest gave the large crowd of spectators all the thrills they could desire.

Tuckey Main Target

In the first set the Americans twice broke through Wilde's service, which enabled them to win with comparative ease. In the second, however, the British team broke Mako's service in the third game. Later, however, the Americans regained control and directed their fire at Tuckey, winning the final three games to save the set by a 7-5 count.

Budge double-faulted in the third set, and Mako's service was broken in the fourth and final games, as the Britons won, 7-9. In the fourth set Budge carried the attack and broke through Tuckey's service in the twenty-first game, Budge then won his own service at love, the only time that Budge held his service throughout a set, in which there were five service breaks.

Britons Satisfied Critics

The British team, experts agreed, had performed better than expected, while the Americans were not quite up to their usual efficiency. Mako in particular was unsure of himself, but Budge was particularly efficient with his forehand drive to the centre-court which repeatedly split the British team.—United Press.

LOVELL'S 25th CONSECUTIVE RING VICTORY

Hollywood, July 26.

In the second bout of a triple main event, Alberto Lovell, in his twenty-fifth consecutive victory, scored a decision over Red Burman of Baltimore in a listless ten-round bout. Lovell weighed in at 192½ lb. and Burman at 193.

Ritchie Fontaine, of Los Angeles, to-day scored an upset by scoring a decision over Jackie Wilson of Pittsburgh in ten rounds. Fontaine climbed through the ropes at 129 lb. and Wilson at 126.—United Press.

Firozepore Wins the Stewards Cup

London, July 27.

The result of the Stewards Cup, run at Goodwood to-day over a distance of six furlongs, was as follows:—

Firozepore (Gordon Richards)	1
Harmachis (Evans)	2
Gunboat (Maher)	3

Thirty ran. Won by a neck, a short head separating second from third.

Betting:—100-8 Firozepore; 20-1 Harmachis; 18-1 Gunboat.—Reuter.

UNBREAKABLE TAKES RICHMOND STAKES

SPECIAL TO THE "N.C.D.N."

London, July 27.

Mr. J. E. Widener's Unbreakable won the Richmond Stakes at Goodwood this afternoon from a field of eight.

Starting at 11-10, Unbreakable finished three lengths ahead of Mrs. C. Glorney's Pactolus, while H. H. Aga Khan's Khan Bahadur was a further three lengths away third.

Pactolus started at 9-1 and Khan Bahadur at 6-1.

The race was over a distance of six furlongs.—Reuter.

GAMBLING BY BASEBALL PLAYERS ALLEGED

St. Louis, July 26.

The St. Louis "Star-Times" said to-day that Judge Kenesaw M. Landis, "czar" of major league baseball, had begun an investigation of reports of gambling on the part of major league baseball players. According to the newspaper, Judge Landis said he would go to the bottom of the reports.—United Press.

Gordon Richards won the Coronation Donkey Derby at Pinner in a re-run after a dead-heat with Steve Donoghue. There were fifteen runners.

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Events 8-9:

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2.	SALSAMENDI	— AZCUE
3.	URIZAR II	— GURIDI
4.	TABOADA	— IBARRA
5.	CAREAGA	— GARATE

Events 1-7:	Events 10-16:
1. ARGOITIA	1. GARATE
2. URIZAR II	2. PRUDENCIO
3. IBARRA	3. CUBANO
4. AZCUE	4. LORENZO
5. MAGUREGUI	5. TABOADA
6. GURIDI	6. SALSAMENDI

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HOW TO PLAY GOLF.—13

A series of articles written especially for the "North-China Daily News" every Wednesday.

By Charles U. Putnam

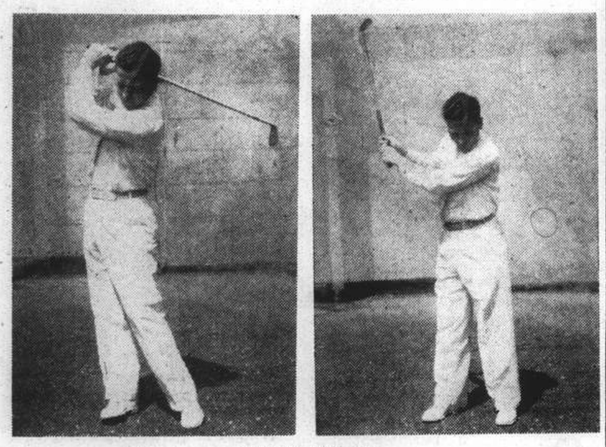
TO-DAY'S article deals with over-swinging. Mr. Putnam gives concise and easily followed advice for the correction of this common fault among average golfers.

One of the most common faults among golfers is overswinging. This is caused by trying to use too much power which results in a hurried, exaggerated swing. At the top of the backswing you will often find your club head well below the horizontal position. This is because in the effort to apply more power than is needed, you have picked the club up too abruptly with the right hand, unconsciously relaxed the grip of the left hand, and allowed the club head to drop. Once you have relaxed the grip of the left hand remember all swinging value of that hand is lost, and instead of pulling the club down, you throw it from the top of the swing, losing the entire value of the wrists.

Keep the left hand firmly closed on the club throughout the golf swing. Because of its extended position, it is the only hand which can *swing* the club down to the ball, as the right hand is in a doubled or *hitting* position, and must be led through the shot.

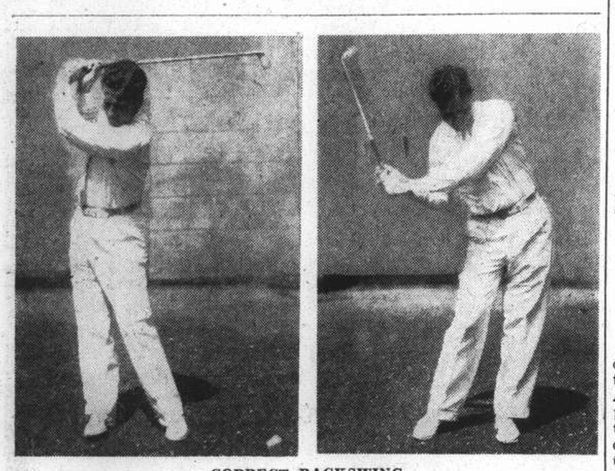
Overswinging is most prevalent in the wood shots. It is hard for us to visualize that a smooth, rhythmic swing will knock the golf ball well past the 200 yard mark, while overswinging from trying to apply too much power will result in either a mis-shot, or at best a poor effort.

From a comfortable stance along the line of flight swing the club head back and up with the left hand. The ideal height at the top of the backswing is just above the eye, being sure that your club never drops below the horizontal position. In completing the backswing, remember that it is not a pick-up, not a lift-up, but a *swing-up*. Don't break or cock your wrists too soon, as this will result in a hurried downswing and a waste of power.



OVER-SWINGING

(*Left*) Club head too low, caused by over-swinging (*Right*) Loss of wrist value on downswing through over-swinging.



CORRECT BACKSWING

(*Left*) Club in correct, horizontal position at top of backswing. (*Right*) The correct downswing, easily attained when there is no over-swinging.

Champion Under a Cloud

Ralph Guldahl, the American Open Champion, who has been threatened with suspension from the American Professional Golfer's Association unless he withdraws his remarks concerning the British Ryder Cup gallery.

£70 A Hole Golf Match

London, July 6.

Sixty members of White's Club recently followed two of their members around Prince's Golf course Sandwich in the final of the White's tournament—for £70 a hole.

The money pool dependent on the game, apart from side bets, totalled £2,400. The winner was entitled to £1,200 and the runner up to £300.

The finalists were Robert Sweeney, British amateur champion, and Eric Martin Smith, amateur champion of 1931. Sweeney won at the 37th.—Reuter.

NEW NAMES ON LOCAL FIGHT PROGRAMME

Fresh Talent Next Week at Canidrome Gardens

While there is to be no programme of boxing at the Canidrome Gardens to-morrow, the following Thursday, August 5, will see a first class card presented. Two importations from the North are to appear in the principal events, while in two others, a further attempt to remedy a grievance of rather long standing, that of the absence of British boxing talent, will be made.

Under present Auditorium plans, Jimmy Mecredy, ace Tientsin welterweight and former American Army and Hawaiian Division champion, is to arrive this Sunday to take on George Levchenko, clever Russian title-seeker, in next week's ten-round main event. Levchenko recently decisioned "Slugger" Jones and nurses hopes of lifting Andre Shelaeff's welter crown, which also is the goal of Mecredy, who easily out-pointed Shelaeff before losing to him on a knockout in a return bout.

Fast-Stepping Lightweight

Another North China importation, Lance-Corporal Lacey, the fast-stepping lightweight who showed to such advantage professionally in Tientsin after running up a string of victories here as an amateur, is to figure in the eight-round semi-final. His opponent will be "Chuck" Haines, hard-hitting 4th Marine, and an Anglo-American battle royal should ensue.

Two other British boxers, both of them of recognised ability, are to appear in six-round contests under the Auditorium's plans. These will be Private Llewellyn of the Loyals, who made such an auspicious debut here last week by decisively beating Anatole Bavet in four rounds. Llewellyn probably will meet a member of the 4th Marines in another promising Anglo-American tussle while yet another member of the Loyals, a clever bantamweight, is to tangle with Robert Monier, French Army pugilist. Full details of Thursday's programme will be announced later.

SHANGHAI OPEN TENNIS CHAMPIONSHIPS

Entries for the Shanghai Lawn Tennis Association championships—men's doubles, men's singles, senior and junior, and the International (Roper) doubles—close on July 31 with the Assn. hon. sec. (Mr. M. Spiegler).

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Major League Teams Travel Towards Crucial Games

CUBS FOR 3 DAY SERIES v. BROOKLYN AT CHICAGO

New York, July 26.

A one-day lay-off of all major league baseball teams to-day whetted the appetite of the nation's sports enthusiasts for the crucial games to come.

Fighting desperately to retain their two game lead in the National League, the Chicago Cubs return to their home diamond to-day and to-morrow will open a three-day engagement against the Brooklyn Dodgers. In their final series with the second-place New York Giants, the Cubs managed to win only one out of four games.

Cubs Should Gain

The New Yorkers, on the other hand, travel to St. Louis to cross bats with the always troublesome Cardinals. Since the Cards are a major threat and the Brooklyn Dodgers only an erratic second-division entry, the experts predict that the Cubs will increase their margin as a result of the coming series. The Giants will be lucky to take one game from the Cardinals on the latter's diamond.

Pittsburgh, tied with the Cards for third place in the senior loop, will try to improve their standing in a three-day stand against the lowly Philadelphia Phillies. The fast-stepping Boston Bees, who have been giving the more favoured teams plenty of surprises this season, travel to Cincinnati for a three-game series with the Reds.

In the American league the New York Yankees still hold a commanding lead of five games, but their margin has been cut from seven and one-half games in the past week by the fierce onslaughts of the Chicago White Sox, and the Yankees' formidable batting attack has faltered on more than one occasion.

Yankees to Face Tigers

At present the Yankees return to their home field, but will encounter stiff resistance from the Detroit Tigers, third-place team. The Tigers, minus the services of their playing-manager, Mickey Cochrane, have been making a gallant fight to stay at the top of the league, and have brought themselves within one game of the White Sox.

The Sox, on the other hand, go to Washington and, if past performances are any criterion, should annex at least two of their next three games. If the Yankees run into trouble with Detroit, the Chicagoans are likely to narrow still further the gap between themselves and the league leaders.

The Boston Red Sox, fourth-place contender, will take on the lowly St. Louis Browns at the Hub City, while the Cleveland Indians will attempt to recover from past losses by clashing with the Philadelphia Athletics at Connie Mack's own field.—United Press.

FRENCH GOLF TITLE TO ENGLISH GIRL

London, July 5.

Miss Kathleen Garnham won the French Women's Open Golf Championship beating Mrs. C. D. Rhodes (Harrogate) the Yorkshire champion, by 4 and 2 in the 36 holes final at St. Germain. During the whole of the morning round Mrs. Rhodes was driving fifty yards ahead of Miss Garnham, but she was short with her first putts. Miss Garnham, on the other hand, was faultless with her spoon seconds. She took the 10th with a 30ft. putt and a birdie.

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TENNIS LEAGUE 2nd PLACE FIGHT

Four Teams Struggling with C.C.C. Fancied

Of the four teams racing for the second place in the First Division League Tennis Series, the most favourably positioned is the Columbia Country Club squad. Not only have they a few points advantage over their nearest rivals, but are fortunate in the fact that they have already played off their matches against the champion County Athletic Club team, a problem which the Cricket Club and Recs have still to face.

Only two weeks of play remain before the conclusion of the senior series, and some of the most exciting tennis should be offered in this period. To-day should see a fine battle between the Columbia Country Club and the Shanghai Recreation Club on the former's courts, as the Recs will determine to make up the three points difference that separate the two rival outfits.

Cricket Club's Thorny Path

The Cricket Club who at present are third in the standings, two sets behind the C.C.C., are in an awkward predicament. They have to contend with the formidable Chinese combination to-day on Rue Conty, and next week have the Columbians on their hands. They will have to play perfect tennis if they hope to finish runners-up to the championship.

Another team with a fair chance is the Cercle Sportif Francais who although in fourth place, six sets in rear of the C.C.C., are faced with weak opposition in the final weeks of play. They should score heavily against the Japanese Tennis Club to-day and advance further in next week's contest with the Country Club.

Junior League

Nothing startling is expected in the junior league engagements to-day. The German Garden Club are up against the champion Japanese Tennis Club team, and it is only a question of how much they will be beaten by. The Association Sportif Francais are in second place now and are favoured to retain that position after to-day's engagement with the Cricket Club, although the contest should prove quite keen.

Fixtures to-day, with the first named at home, are:—

FIRST DIVISION.—Clube Lusitano v. Country Club; Japanese Tennis Club v. Cercle Sportif Francais; County Athletic Club v. Shanghai Cricket Club; Columbia Country Club v. Shanghai Recreation Club.

SECOND DIVISION.—A.S.F. v. S.C.C.; Russian T.C. v. Bramtoco; Cathedral v. Police; C.S.F. v. J.A.C. "B"; J.A.C. "A" v. Lusitano; German G.C. v. Japanese T.C.; Recs v. Swiss Club; Sokol v. Waterworks.

The Oxford and Cambridge swimming match at the Empire Pool, Wembley, was a comparative failure as far as public support was concerned, the attendance of 1,000 being largely drawn from those who have a present or past contact with the two universities.

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SHANGHAI SWIMMING GALAS

Entries for C.S.F. Fixture Close on Saturday

As the interport swimming meeting with Hongkong is to be held in the last week-end in August, the local championship galas held by the three clubs affiliated to the Association, will take place earlier than usual this year and the Cercle Sportif Francais will hold their annual contest on Saturday, August 7. Included with the programme of club events are five Shanghai Open Championships, and entries for these close next Saturday.

Championships to be decided on that date are: 50 yards women's breast stroke; 100 yards women's free style; 220 yards men's free style; 100 yards men's backstroke; and 220 yards junior boys free style.

Intending contestants are asked to send their entries to J. Huxley c/o the Shanghai Fire Brigade before Saturday, and it is hoped considerable support will be forthcoming.

The outstanding interest in the gala will be centred on the 220 yards men's free style where A. Gavriloff, A. Logan, H. Farmer, Matsushita, Konishi and T. Britton are expected to provide the closest of competition. Whether the local swimmers can hold their own against the amazing Japanese star in this shorter distanced event remains to be seen, but it is considered that they have a better chance to beat the Japanese swimmer in the shorter distanced events than in the longer races.

MILOCARIANS BEAT ROYAL NAVY

London, July 5.

Milocarian Athletic Club, composed of Service officers, beat the Royal Navy and Royal Marines at Portsmouth by 69 points to 53, after a close contest Leading Supply Assistant Harris (Royal Navy) won the high jump at 5 ft. 6 in. after a tie with W. G. S. Brooke (Milocarians) and Lieut.-Comdr. Redman, the Hampshire champion, won the shot with a putt of 37 ft. 5½ in., but three men after him all beat 36 ft.

The Navy had a walk over in the two miles, and E. C. Cooper, their representative, who was second at the Southern Counties meeting last week, won the javenlin with a throw of 153 ft. 8½ in. Milocarians, however, carried off all the other events.

They won the sprint relay (four by 110 yards) in 45 3-5 sec. and J. H. Fyson won the half mile in 2 min. 1 2-5 sec. O. G. White, the Army champion, won the 120 yds. hurdles in 15¾ sec. and W. R. Brotherhood the mile in 4 min. 41¾ sec. The Milocarians also won the half mile relay in 1 min. 32 4-5 sec. and G. O. Hughes gave them the discus points with a throw of 123 ft. 3½ in.

MIGNON LEADS IN A CLASS STANDINGS

The First Half of Season's Racing Concluded

"A" class of the Shanghai Yacht Club fleet have completed the first half of the season's racing, and for a month—to the end of August—there will be a recess during which time skippers will be able to cruise. Of particular interest at this period is the standings in the championships and below are given the points gained by the yachts in the events designated as championship events, as several of the races during the season did not count towards the championship.

Although not the outstanding winner in the series, Mignon holds leading position with a total of 114¼ points, closely followed by Viking with 105¾ points and Ingomar third with 98. Mignon's success has been the result of her participation in every race and while she has only won one race, she has been consistently well up. Viking and Ingomar were not well up towards the beginning of the season, but latterly, both won several races, Viking having three victories to her credit. Points for this half of the season will be added to those gained in the second half, so the position is still very open. The points are:

Mignon (J. Hart)	114¼
Viking (W. D. Neil)	105¾
Ingomar (R. D. Crofton)	98
Wah Lee (L. S. Hong)	88
Spook (W. J. Richmond)	85¼
Rover (H. G. Fabian)	82½
Valkyra (R. L. Evans)	81¼
Nance (H. Costenoble)	56¼
Ella (Dr. J. H. Blakelock)	48¼
Valerie (Sir Victor Sassoon)	45
Winsome (P. O. G. Wakeham)	40
Goo Goo (W. C. Woodfield)	12
Shiela (J. Colombi)	10

PEDRO MONTANEZ KNOCKS OUT RAMEY

Hollywood, July 26.

Pedro Montanez, slashing Puerto Rico batter who alternately fights in the lightweight and welterweight divisions, to-night knocked out Wesley Ramey of Grand Rapids, Mich., two min. and 40 sec. after the bell rang for the second round of a fight due to last ten rounds.

Montanez ended the fight with a short left hook to Ramey's jaw, which drove the Michigan fighter to the canvas for the count.

The Puerto Rican weighed in at 130½ lb. and his American opponent at 135 lb.—United Press.

Mrs. Helen Wills Moody has declined an offer to play in the U.S. team against Great Britain in the Wightman Cup contest. She has decided to confine her tennis to competitive mixed doubles. Mrs Moody denied that she has received offers to become a professional.

SOLDIERS TRAPPED BETWEEN TWO CITY GATES

Full Details of Kwanganmen Clash: Two Newspaper Men Wounded: Treachery Alleged

Peiping, July 27.

A truce was concluded between the embattled Chinese guard at Kwanganmen and Japanese reinforcements for the Embassy guard early this morning.

The latter, who succeeded in forcing the inner gate at Kwanganmen, withdrew from their hastily-dug trenches in fields 200 metres inside the walls of the ancient capital at 1 o'clock this morning, and proceeded to the Embassy guard barracks.

The timely intervention of Col. Chou Yin-yieh, staff officer of the 29th Army, narrowly averted the complete annihilation of the Japanese detachment which was about 300 men strong.

Japanese losses in the six-hour combat were two dead and four wounded. Three Japanese newspaper reporters and photographers were wounded, one of them seriously.

Lieut.-Col. Ryozo Sakurai, Japanese advisor to the 29th Army, who was at Kwanganmen to supervise the entry of the Japanese reinforcements, was hit by a bullet in the right thigh while attempting to signal the Chinese forces to cease fire.

Painfully wounded, he jumped from a height of ten yards, injuring his right foot. A Mr. Kawamura, Japanese interpreter who had accompanied Col. Sakurai was shot and killed as he attempted to follow his chief.

News Men Hurt

Mr. Yoshinosuke Miki, Domei news photographer was shot through the left chest. Hand grenade fragments also lodged in his wrists and in his legs.

Sigero Yasumi, a Domei newsreel photographer, was wounded by hand grenade fragments in the hands and in the left leg.

All were transported to the Japanese military hospital. All are expected to survive.

Mr. Masao Kawasaki, former Domei staff member in Shanghai, and Mr. Tadayuki Ishikawa, correspondent for the "Osaka Mainichi" and the "Tokyo Nichi-Nichi" newspapers, escaped unscathed.

Treachery Charged

The Japanese military authorities here to-day charged the Chinese guard at Kwanganmen with "deliberate treachery."

According to a communiqué issued at 2.30 o'clock this morning, following the arrival of the Japanese detachment at the Embassy barracks, the Chinese guard at the gate was alleged to have attempted to trap a part of the Japanese convoy between the inner and outer gates at Kwanganmen.

When nine Japanese military trucks had gone through the outer gate, under the terms of an agreement between Lieut.-Col. Sakurai and the gate commander, the communiqué stated, the outer gate was closed. Simultaneously, attempts were made to close the inner gate.

As this was going on, the Chinese guards atop the watch tower were alleged to have begun raining hand-grenades and peppering the Japanese convoy with machine-gun and rifle fire.

Forcing their way through the inner gate, the Japanese proceeded to fields about 200 yards from the wall where they deployed for action.

Negotiations were immediately started for a cessation of the firing, the communiqué went on, but the Chinese "continued to fire on our positions with trench mortars and machine-guns."

A lull in the fighting occurred shortly after 9 o'clock, while at 1 o'clock an agreement was concluded for the peaceful withdrawal of the Japanese forces.

Correspondents Take Cover

The Japanese group of correspondents were about twenty metres inside the wall watching the passage of the convoy when a sweeping fire was suddenly opened on them.

As the hand-grenades began to explode and bullets swept the street, the correspondents ran for cover.

Attempts by Japanese officers to reach the embattled detachment failed as the Chinese Peace Preservation Corps threw a cordon about 1,000 yards behind the Japanese lines.

Major Ichitaro Kasai, Japanese adviser to the 29th Army, and Capt. Tadasuke Teradaira Chinese language officer, awaited the withdrawal of the Japanese force within this cordon and accompanied it back to barracks.—Domei.

Chinese Assertion

Peiping, July 27.

The Chinese allege that the Japanese opened fire, but the Japanese say that they did so only after hand grenades had been dropped on them from the guard house above.

The Japanese troops scattered and took refuge in buildings inside and outside the City, and a brisk exchange of rifle and machine-gun fire ensued. The Chinese afterwards brought trench-mortars into action.

The majority of the Japanese troops took cover in a temple inside the City walls, where they were surrounded by Chinese troops and also by about 1,000 Chinese plain-clothes men.

The entire section of the City near the Kwanganmen was cordoned off, and was plunged into darkness.

Four Hour Battle

The fighting ceased after four hours, when the Chinese promised the Japanese a safe conduct out of Peiping. A brief telephone message from Fengtai informed Reuter that tanks were being rushed to Peiping, but before the message could be completed the line was cut.

According to eye-witnesses, the Japanese troops found themselves in a dangerous position when, after the fighting started, the inner and outer gates of the Kwanganmen were simultaneously closed.—Reuter.

Col. Sakurai's Tale

Peiping, July 27.

His right foot in a plaster cast and his left thigh wathed in bandages, Lieut.-Col. Ryoze Sakurai, to-day told from a cot in the Japanese military hospital here of his narrow escape from death.

When the Chinese guards on the wall opened fire on the Japanese trucks below, Lieut.-Col. Sakurai related, he climbed to the watch tower to induce the Chinese commander to cease firing.

"A Chinese battalion commander met me with a gun in hand and threatened to shoot," the Japanese officer said. "I pushed him to the floor and jumped from the wall."

At that moment, he became the target for Chinese soldiers. A bullet pierced his left thigh, while other shots found their mark in Col. Sakurai's interpreter, Mr. Kawamura.

In landing from the 30-foot drop, Lieut.-Col. Sakurai broke his right ankle.

Crawling on his hands and knees, he reached a vacant Chinese house where he lay until he was found by Col. Chou Yin-yieh, who arranged for a cessation of the fighting.

While in the house, he saw Chinese digging a hole outside the door. "It seemed for a time that I would be the occupant of that hole," Col. Sakurai said. "But it was probably intended for my interpreter Kawamura." Col. Sakurai's injuries will take six months to heal, surgeons said.—Domei.

Chinese Casualties

Peiping, July 27.

Chinese casualties in the Kwanganmen clash last night were one police officer and a soldier killed and eleven wounded, it was ascertained here to-day.

According to an eyewitness of the fighting, the Kwanganmen incident was a deliberate manoeuvre of the Japanese to force the gate open so as to enable their troops to enter the city.—Central News.

NON-INTERVENTION WHITE PAPER

Sub-Committee Consent to Communicate Proposals

QUESTIONNAIRE ALSO INCLUDED

London, July 26.

After a four-hour sitting at the Foreign Office this afternoon, the sub-committee of the International Non-Intervention Committee unanimously agreed to send each of the Governments represented on the Committee, a White Paper on the British proposals to end the non-intervention deadlock.

The White Paper is to be accompanied by a covering Note asking each Government to state its view on each of the nine points raised, in the briefest and clearest manner and that replies be received not later than mid-day on Thursday to enable the sub-committee to meet on Friday.

The Italian and German Ambassadors declared their Governments would acept the entire British plan if other governments did the same.

The Soviet Ambassador, M. Maisky, criticized the British questionnaire and declared Russia would never agree to grant belligerent rights to Gen. F. Franco, the Nationalist leader.

When Lord Plymouth, the Chairman, submitted a list of questions, an alternative form of questionnaire, it is believed, was proposed by the Italian representative. The essential content in each case was the same and the Chairman, for his part, made it clear that the British Government set no store by the order of the questions as it was well understood the plan must be taken as a whole. The Committee thereafter reverted to the simplest plan of all, namely communication of the proposals in their original form.—Reuter.

TASS DIRECTOR IS DENOUNCED

Official News Agency Head Is Called "Trotskyist"

Moscow, July 26.

M. Doletski, managing director of the official Tass News Agency for many years who was recently reported to have been arrested, and other members of his staff, were denounced to-day as "Trotskyist public enemies" by "Molot," the official organ of the Rostoff Communist Party.

As an example of their alleged Trotskyist sabotage, the journal declared that M. Prilutski, Rostoff manager of Tass, "suppressed the public prosecutor's summing up in certain trials and issued false information as to the Rostoff cotton harvest, thereby covering up Trotskyist wrecking."

Soon after this, "Molot" continued, M. Doletski ordered a high award to be given M. Prilutski, who jealously executed M. Doletski's "criminal instructions and particularly acceded to his request not to publish negative data."

M. Prilutski, it was claimed, deliberately sabotaged the campaign to unmask enemies who were operating in local organizations.—Reuter.

TRIUMPHAL KREMLIN WELCOME

Soviet Fliers Greeted by Cheering Crowds

Moscow, July 27.

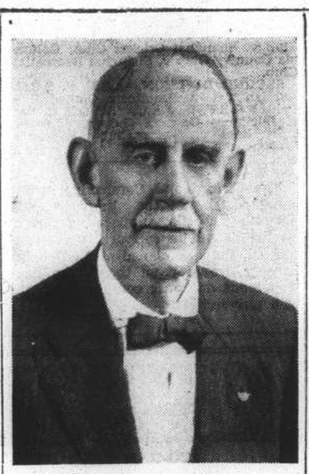
A triumphal welcome was accorded the first trio of aviators to cross the North Pole to North America, Messrs. Chkalov, Baydukov, and Beliakov, yesterday in Moscow. M. Chkalov addressed a throng of workers at a mass meeting and afterward the heroes were escorted by thousands of cheering citizens along a flower-strewn route to the Kremlin.—Havas.

Fliers Visit White House

Washington, July 27.

The three Russian aviators, Messrs. Gromov, Yumachov and Daniline, were received yesterday by President Roosevelt and the Secretary of State Mr. Cordell Hull. After a short stay in New York, they intend to return home by way of Paris.—Havas.

The group of Chinese boy scouts who have been staying in Berlin for the last six days, left on Monday evening for Holland to attend the International Jamboree on July 31. They will afterwards stay in Holland for some time.



World Traveller Passes

Mr. Julius Brittlebank, overtaken by death at Honolulu on his 18th trip round the world, was well-known in Shanghai. He never missed a visit here on his extensive travels. He came from Charleston, South Carolina.

SUMMER RECESS OF PARLIAMENT

King George Will Open New Session in October

London, July 26.

Parliament will adjourn next Friday for the summer recess, which extends to October 21. The customary arrangements will be made, by which it will be possible for the Lord Chancellor, Viscount Hailsham, after a consultation with the Government, should the need arise, to recall the two Houses at an earlier date.

According to present intentions, the sitting on October 21 will be largely formal as all necessary business will have been transacted by the end of this week.

Parliament will thereupon be prorogued and the King will open a new session on Tuesday, October 26. This will be the first occasion, since his accession, that the King will go to Westminster to open Parliament with the pageantry customary to the occasion.—Wireless through Reuter.

TEA SYNDICATE BY CHINA HARMFUL

Protest in Commons Against Government Monopoly

London, July 26.

Enquiries concerning the China National Tea Company were made in the House of Commons to-day by Mr. Alan E. L. Chorlton, Conservative member for Bury.

He suggested representations should be made to China that the establishment of a government organization for the production and marketing of tea in competition with private undertakings was calculated to inflict serious injury on British interests.

Mr. Anthony Eden, the Foreign Secretary, in reply, promised to consider any representations from British interests, but up to the present none had been received. He would make inquiries into the syndicate. Mr. Eden said.—Reuter.

CHINA PIRATES OF BRITISH BOOKS

Mr. Anthony Eden Answers Commons Question

London, July 26.

Replying to a question by Sir John Wardlaw-Milne, Conservative member for the Kidderminster division of Worcestershire, the Foreign Secretary, Mr. Anthony Eden, informed the House of Commons to-day that he expected to receive shortly from the British Ambassador, Sir Hughe Knatchbull-Hugesson, a report on the subject of unauthorized reprinting of British books in China.

The catalogue of a new book store in Shanghai, Sir John declared, showed that hundreds of English books were being offered at a discount of 40 per cent.

He was aware of the complaints, Mr. Eden said, and that was why he had requested the report.—Reuter.

"FLYING FORTRESSES" FOR U.S.A.

War Department Orders Ten New Machines

Washington, July 26.

A contract, amounting to $3,708,000 for ten bombers known as the "Flying Fortress" type, and also for three additional bombers of the same type and spare parts, was awarded to-day by the United States Department of War to the Boeing Aircraft Company.

The "Flying Fortress" is equipped with four Wright Cyclone engines, which gives the machine a speed of more than 225 miles per hour. The bomber carries five machine-guns and a crew of nine.—Reuter.

OBITUARY

Admiral Sir S. Gough-Calthorpe

SPECIAL TO THE "N.C.D.N."

London, July 27.

Admiral of the Fleet, the Hon. Sir Somerset Arthur Gough-Calthorpe, High Commissioner at Constantinople in 1918-19, died to-day at the age of 72.

He commanded the 2nd Cruiser Squadron between 1914 and 1916, and became Second Sea Lord in 1916 and Commander-in-Chief of the Mediterranean in 1917.

Later, he was successively Commander-in-Chief at Portsmouth, First and Principal A.D.C. to the King and Admiral of the Fleet.—Reuter.

SUBSIDIES TO U.S. FOREIGN AIR LINES MOOTED

Washington, July 26.

President Roosevelt to-day asked the Chairman of the Federal Maritime Commission, Mr. Joseph P. Kennedy, and the inter-departmental committee on Civil and International Aviation to report on the possibility of subsidizing American air lines which operate to foreign countries.—United Press.

MALAYAN RUBBER PRODUCTION

June Statistics Do Not Give True Picture, Says Journal

London, July 26.

At first sight the figures for Malayan rubber production for June (51,569) tons) constitute a convincing answer to those persons who maintain that Malaya could not produce a 90 per cent. quota, says the "Financial News" to-day.

It is dangerous however, continues the newspaper, to attach too much importance to the latest figures as, while those for the large estates are reliable, those for the smaller estates are not production figures but sales figures of small holders of rubber.

The "Financial" News declares that it is patently absurd to suppose that the production of smaller estates has increased by 140 per cent. compared with May. There was clearly a heavy clearance of stocks from small holdings, owing to the threat to cancel export coupons which had not been used by June 30 and, as the stocks on these small estates are not recorded, it is impossible to say what the true native output really totalled in June, except that it was almost certainly less than 24,000 tons.

There is no justification for assuming from these figures, adds the paper, that Malaya can produce more than 100 per cent. of her basic quota, nor yet is there any decisive evidence of her ability to produce the 90 per cent. quota.

The paper says that recent statistics, however, have undoubtedly been extremely suggestive and have caused opinion to veer round to the view that the 90 per cent. quota will in fact be produced, although some slight doubt must remain for a little time to come.—Reuter.

U.S. STEEL MILL OPERATIONS

New York, July 26.

Steel mill activity in the United States for the week ended July 24 was placed at 84.3 per cent. of capacity, according to the weekly report of the American Iron and Steel Institute, issued to-day.

This compares with 82.5 per cent. of capacity last week and 71.5 per cent. of capacity for the corresponding period of last year, showing decreases of 1.8 per cent. of capacity and 12.8 per cent. of capacity respectively, compared with the figure for the week under review.—Reuter.

U. S. RAILWAYS LIFT EMBARGO

Washington, July 26.

The cancellation of the embargo on iron and steel scrap, which are transported to Gulf ports for export to Europe, was announced to-day by the Association of American Railways.

It may be recalled that the Association placed the embargo last February owing to the scarcity of scrap.—Reuter.

FRENCH FISCAL RETURNS SHOW INCREASE

Paris, July 27.

Fiscal returns for the first three months of 1937, including revenues from direct and indirect taxes, amounted to Frs. 15,789,000,000. This represents an increase of Frs. 1,320,000,000 over the returns recorded for the same three months in 1936.—Havas.

WALL STREET BULLISH BUT CAUTIOUS

New York, July 26.

Financial circles were bullish but cautious to-day. Traders anticipated a slight wave of profit-taking following the expected rise in the market based on the report of the United States Steel Corporation. General business news, however, continues favourable, and it is expected that only a temporary halt in the rise of the market will occur.—United Press.

U. S. FINANCIAL REVIEW

Country Reported to be Going Into Prosperity Period

New York, July 26.

The nation is going into a period of prosperity that will carry recovery to greater heights, leading economists forecast to-day. Business is rolling along, despite such adverse factors as strikes and war threats. The stock market as a result is forming an excellent bullish base. There will be momentary adjustments, but traders feel that higher prices for stocks are in the offing.

The various indications of a new prosperity era come from such factors as the following:

1. Col. Leonard P. Ayres of the Cleveland Trust Company forecast that this year's holiday trade will be about 12 per cent. above that of a year ago.

2. The Alexander Hamilton economic research organization predicted a sharp increase in national income for the year.

3. Prof. George F. Warren and Prof. Frank A. Pearson claim the nation is on the verge of a building boom which will create an era of prosperity lasting until about 1944.

4. Rising rates of employment and pay.—United Press.

U.S. SUGAR LEGISLATION PROMISED

Washington, July 26.

While Administration leaders promised an early decision on the adjournment of Congress, Senator Alben W. Barkley, majority leader in the upper chamber, and Senator Pat Harrison of Mississippi, Administration spokesman, said to-day that every effort would be made to enact sugar legislation before adjournment, even if it required a concurrent resolution of Congress for the mere extension of the Jones-Costigan Sugar Congrol Act for another year.—United Press.

QUAKE KILLS TWELVE IN VERA CRUZ

Mexico City, July 26.

The newspaper "Ultimas Noticias," reported to-day that an earthquake at Maltrata, in the State of Vera Cruz, had killed twelve persons and injured 60 others. It was believed to be the same quake which was felt in Mexico City last night.—United Press.

40 Die in Mexican 'Quake

Mexico City, July 26.

Reports from isolated districts to-day indicated that the death toll of yesterday's earthquake would total about 40, with scores injured.—United Press.

ROUMANIAN LIBERALS GAIN IN ELECTIONS

Bucharest, July 27.

The National Peasant Party is leading in the elections for general departmental councils in sixteen departments on Sunday. The returns so far are for National Peasant Party, 120,000 votes; Liberal Party (governmental), 110,000; National Christian (Racist), 45,000, and Roumanian Front (extreme rightist led by Vaida Voivode) 37,000 votes. The elections give some indication of the strength of the respective parties as the legislature is about to conclude its term. The Liberal Party may lose power in the autumn.—Havas.

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PHILIPPINE ISLANDS:—Manila.

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by E. S. WILKINSON

Shanghai sees many hundreds of varieties of birds during the year. The book deals with them in fortnightly chapters, making reference easy and interesting. It tells the nature lover about the appearance, habits and language of local birds throughout the changing seasons.

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North-China Daily News
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MONEY & EXCHANGE

Hongkong & Shanghai Bank

TUESDAY, JULY 27, 1937

BANK'S SELLING RATES 10.00 A.M.

£1 @ 1/2 3/16 .....$ 16.92
U.S. $100 @ 29 1/16 .....$339.70

BANK'S BUYING RATES 10.00 A.M.

£1 @ 1/2 7/16 .....$16.7685
U.S. $100 @ 29 1/8 .....$336.84
London—demand 1/2 5/16
4 months' sight credits 1/2 7/16
4 months' sight docts 1/2 13/32
6 months' sight credits 1/2 11/32
6 months' sight docts 1/2 15/32
New York—demand .....U.S. $29 15/16
4 months' sight credits 29 11/16
4 months' sight docts 29 7/8
Paris—4 months' sight docts Fcs. nom.

CLOSING RATES

Sterling .....1/2¼ U.S. $29½

Canadian Exchange

The Chartered Bank of India, Australia & China opening selling rate yesterday:—

Can. $100 at 29 7/16=C.S.$339.70

Netherlands Trading Society

BUYING

Java Guilders C.S.$100 ..... 53¾
Netherlands Guilders C.S.$100 .... 53⅞

SELLING

Java Guilders C.S.$100 53
Netherland Guilders C.S.$100 ..... 53⅛

National City Bank of New York

MARKET SELLING RATES 9.45 A.M.

U.S. $1=C.S.$3.3970 Stg. £1=C.S.$16.879

MARKET BUYING RATES 9.45 A.M.

U.S. $1=C.S.$3.3755 Stg. £1=C.S.$16.769

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It. Lire 5.57=C.S.$1 Swiss F. 1.27¾=C.S.$1
Tourist Lire 6.18 .....=C.S.$1

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Belgas 1.74¾=C.S.$1 Belgas 29.46=£1

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OPENING SELLING RATES

Berlin-H'burg T.T. C.S.$100=Rm. 73.00
C.S.$100=Registermark 119.00

Central Bank of China

Equalization charge 5¼ per cent.

	London	New York
Bar silver spot	20 7/16	44¾
Bar silver forward	20⅛	—

Bar Gold, per fine oz. £6.19.9 U.S.$35.00
Shanghai gold bar basis $1,136.40
Native interest 10
Customs gold unit $2.256
" " " versus £ Stg. 32.71875 Pence
" " " versus U.S. $ 67.8125 Cents

Central Bank's opening official rates for T.T.

London ...	1/2½	Berlin	73½
New York .	30	Japan	103*
Paris	803	Hongkong .	97½

*—Nominal.

Subsidiary Coin Exchange

Kiangnan silver 20cts. a.m. 500=$83.33.
Canton silver 20cts. a.m. 500=$83.33.
Copper:—a.m. 300 coppers=$1
5 silver 20cts. and 36 coppers=$1
26 coppers=10cts. silver
10cts. silver and 3 coppers=10cts. big money.

LOCAL EXCHANGE REPORT

Messrs. Drakeford, Davis & Wilson

INTER BANK AUGUST DELIVERY

	Highest	Lowest
£	1/2 11/64	1/2⅛
U.S. G.$	29⅜	29¼
Yen	101⅞	101¾

MERCHANT CLOSING RATES

Cash		SELLING		July BUYING
£	T.T.	1/2 7/16	4 m/s. l.c.	1/2 11/32
G.$	T.T.	29 7/16	4 m/s. l.c.	29½
Fcs.	T.T.	787	4 m/s.	820
Rs.	T.T.	78⅜	7 d/s.	79⅛

BAR SILVER

	Ready	For'd
London pence per std. oz.	20 1/16	20⅛
N.Y. cents per oz. troy	44¾	—
Bombay Rs. per 100 tolas	52.01	—

Bombay offtake 75 bars. Market uncertain.

London silver at 20 1/16 and 20⅛ showed a rise of 1/16 spot, ⅛ forward. It was reported that India and speculators bought. China sold and the market was steady. After the official fixing the market ruled dull with small sellers at 1/16 under the fixed quotation. New York 44¾ was unchanged whilst Bombay 52.01 showed a rise of 4 annas.

The local interbank exchange market opened yesterday morning with sellers of sterling 1/2¼, U.S.$29 15/32, and Yen 101¾. Forward rates reflected the nervous feeling in the North and although erratic in the morning steadied slightly in the afternoon. At the close in the evening the market was steadier, quotations remaining unchanged.

Gold Bar Quotations

	Morning	Afternoon
Opening	$1,143.00	——
Highest	——	——
Lowest	——	——
Closing	1,143.00	——

FOREIGN EXCHANGES

Bombay Rupee T. T. on: July 26.

Japan	77⅜	London	1/6 3/32
New York	26 7/8	,, 2 mths	
Shanghai	80	,, (sellers)	1/6 3/32
Hongkong	82¼	,, (buyers)	1/6⅛

London £ Sterling T. T. on:

New York	496.70	Shanghai	1/2 5/16
Paris	132.93	Bombay	1/6⅛
Berlin	12.36¼	Hongkong	1/2 11/16
Amsterdam	9.01 13/16	Singapore	2/4 5/16
Russels	29.57	Yokohama	1/1 13/16
Madrid	86.00 N.	,, (buying)	1/1 11/16
Milan	94.57	C'Slovakia	142.62
Berne	21.68		

New York U.S.$ T. T. on:

Berlin	40.25½	Japan	29.00
Spain	4.80	Shanghai	29.60
Holland	55.23½	Austria	18.83
Paris	3.74⅝	C'Slovakia	3.42 5/8
Brussels	16.84¼	Hungary	19.75
Italy	5.26¼	Rumania	0.74
S'zerland	22.97½	Yugo Slavia	2.33
Sweden	25.67½	Greece	0.91⅜
Norway	25.02½	Bulgaria	1.35
Denmark	22.22½	Finland	2.20½
Montreal	100	Poland	18.93
Brazil	8.39		

London	4.97 13/32
,, Bankers' 60 days bills	4.96 13/32
,, Commercial 60 days bills	4.96 7/16
Buenos Aires Paper	30.89
Buenos Aires Paper market rate	30.20
Montreal on London	4.97 13/32

—Reuter.

FOREIGN MONEY RATES

London: July 26.

Fine Bank, Bills,	3 months	0⅜%
Bank Bills,	6 ,,	0 11/16%
Fine Trade Bills,	3 ,,	2½%
Fine Trade Bills,	6 ,,	2¾%
Call Money		0½%

New York:

Bankers' Acceptances for 1, 2 and 3 months	0½%B 0 7/16%A
Bankers' Acceptances for 4 months	0 9/16%B 0½%A
Call Money	1%

B—Bid. A—Asked.—Reuter.

JOINT RESERVE BOARD

Member Bank Clearings

Inter-Member Bank Clearings	$25,130,974.90
Member Bank Transfer ..	$43,201,630.01
Collections From Non-Member Banks Native Banks and Firms	$ 4,627,023.51
Total	$72,959,528.42

Yesterday's Discount Rates

Bankers Acceptance (90 days) per day per $1,000	12 cts.
Call Money Against Joint Reserve Notes per day per $1,000	11 cts.

JAPANESE GOVT. BONDS

Osaka, July 27.

Kogo 5%	Y.101.57
3rd Series 5% (Red. 1985-88)	102.05

—Reuter.

SHANGHAI STOCK EXCHANGE

Yesterday's Business

BUSINESS DONE-OFFICIAL

1,000 Sungala	$ 5.70
300 Tram (Bearer) £1	$ 37.50
200 S. W. W. 7% (Pref)	$ 16.00
$20,000 Power 5½% Debs.	$ 90.00
500 Ewo Mills Ex Rights Aug.	$ 15.30
1,000 Ewo Mills Cum Rights	$ 15.50

	Shares	Bonds
Business Done-Official	3,000	200

OFFICIAL INDEXES

By courtesy of Swan, Culbertson & Fritz

	July 26	27	Change
S'hai Gen. Stock	45.62	45.38	Off 0.24
S'hai Rub. Share	259.46	258.82	Off 0.64
Chi. Govt. Bond	102.50	98.79	Off 3.71

U.S. COMMODITIES

Monday's Closing Quotations

New York, July 26.

The cotton market early declined on active commission house, Liverpool, New Orleans, Far Eastern and Continental selling and liquidation, and traders appeared to have been discounting the 14,500,000 bales crop given by a private estimate over the week-end. Finally, the market rallied partially on covering, but met with resistance and closed barely steady, with quotations ranging from 19 to 27 points down.

After steadiness, the rubber market declined on a new low movement, commission house liquidation, stop-loss orders and dealer selling with demand limited to scale-down buying. Shorts were taking profits, while factory interest was very limited. At the last call-over losses of 10 to 12 points were recorded.

Wheat prices in Chicago declined on liquidation, stop-loss selling, the weakness of Winnipeg, a liberal increase in the visible supply and hedge pressure, although resistance was shown at the declines on reports that an exporter was buying July option. At the final bell, losses of 2⅝ cents were registered.

The sugar market early advanced on European, producer and Cuban buying, owing to steady London advices and the lightness of offerings, but later prices reacted partially on trade and commission house selling and outside liquidation. At the close, No. 4 contract ranged from ½ to 1 point down.

The silk market ruled easy on lower cables, renewed Sino-Japanese military activity and the weakness of other commodities. Speculative liquidation was absorbed by traders. At the close, quotations were from 1 to 2½ cents down.—Reuter.

New York Cotton			New York Rubber		
Oct.	10.95-97	−27	Sept.	18.38-39	−10
Dec.	10.90-92	−23	Dec.	18.49-53	−12
Jan.	10.94-94	−19	Mar.	18.60B-64A	−11
Mar.	10.98-98	−21	May	18.70 N.	−11
May	11.03-03	−22			

New York Sugar			New York Silk		
Sept.	2.49B-50A	−02	July	1.89-89	−01

Chicago Wheat			Chicago Corn (New Contr.)		
July	118⅛-118	−2⅝	July	104⅛-104	−4¼
Sept.	116-115⅞	−2⅝	Sept.	97-96⅞	−3
Dec.	118⅛-118	−2⅝	Dec.	72⅞-72¾	−2

Winnipeg Wheat			Montreal Silver		
Oct.	131-131⅛	−5	Sept.	44.65-5.05+05 B/A	

B—Bid. A—Asked.—Reuter.

Local U.S. Cotton Quotations

Messrs. Anderson, Clayton & Co. quoted the following prices for American Cotton on July 27:

Ex Wharf	$ per picul
Strict Middling ⅞	74.25
Middling ⅞	71.15
Strict Low Middling ⅞	68.80

BRITISH COMMODITIES

Monday's Closing Quotations

London, July 26.

Among commodities, wheat eased on bearish crop estimates.

London Rubber, Spot, buyers 8¾ unc; sellers 8⅞ unc; Aug. del. buyers 8 13/16 unc; sellers 8⅞ unc.

London Sugar (buyers) Aug. 6/8¼ +¼; Dec. 6/8½ +¾; Mar. 6/10 +¼.

Liverpool Wheat: July 9/5 −1⅞; Oct. 9/1⅝ −2¾; Dec. 9/1½ −2⅞.

Liverpool Cotton: Amer. Futures: July 6.16 +1; Oct. 6.17 +1; Dec. 6.16 +1; Jan. 6.19 +2; Egyptian Futures (Sakels. F.G.F.): July 9.05 −15; Aug. 9.05 −15; Sept. 9.20 −15.

London Metals: Copper, Stan. cash, sellers £56 13/16 +¼; 3 mths sellers £56¾ +¼; Copper, Electrolytic, buyers £63½ unc; sellers £64½ unc; Tin, Stan. cash sellers £265 +2; 3 mths sellers £261¼ +¼ Lead. For. official price sellers £23 7/16 +3/16; 3 mths del. official price, sellers £23 7/16 +¼; Spelter, Ord. official price, sellers £22 13/16 +13/16; 3 mths del. official price, sellers £22 13/16 +13/16.—Reuter.

CHINA COMMODITIES

Yesterday's Quotations

		Opening	Closing
Cotton, Aug.	pic.	37.20	38.40
December		39.20	40.20
Yarn 20's Aug.	bale	240.40	241.00
December		241.90	243.50
Flour, G. W. Aug.	bag	3.815	3.815
November		—	—
Wheat, Aug.	pic.	6.00	—
November		6.43	6.43
Soya-bean, Aug.	pic.	5.47	—
September		—	—
Sesamum		—	—
Bean-oil, Aug.		19.95	19.65
September		20.04	20.03
Bean-cake, July	piece	—	—
August		—	—
		Chinese	Saigon
Rice, best retail	pic.	13.20	11.60
good retail		12.40	10.60
ordinary		11.60	9.60

DOMESTIC BONDS

Yesterday's Quotations

	Opening	Closing
Consolidated "E," Aug.	71.95	70.70
Consolidated "D," Aug.	71.95	70.90
Consolidated "C," Aug.	72.95	71.30
Consolidated "B," Aug.	74.30	74.30
Consolidated "A," Aug.	75.30	77.00
96 Million, Aug.	11.30	12.20
17th Year Currency	—	—

MANILA GOLD SHARES

By courtesy of Swan, Culbertson & Fritz and S. E. Levy & Co.

(Closing Bids in Pesos)

	July 26	July 27
Acoje	.10	.10
Antamok	.74	.73
Atok	.20	.20
Baguio Gold	.18	.17
Batong Buhay	.011	.011
Benguet Consolidated	9.50	9.50
Benguet Exploration	.06B	.06
Big Wedge	.14	.14
Coco Grove	.46	.42
Consolidated Mines	.017	.017
Dayaka	.08	.08
Demonstration	.43	.42
East Mindanao	.16	.16
Gold Creek	.10	.11
Ipo	.15	.15
Itogon	.54	.51
I X L	.58	.57
Masbate	.16	.16
Mineral Resources	.16	.15
Mother Lode	.04	.07A
Paracale Gold	.09	.09
Paracalegamus	.26	.25
San Mauricio	1.10	1.00
Suyoc	.24	.23
United Paracale	.62	.62
Universal Exploration	.10	.09
	Steadier	Steady

B—Bid; A—Asked.

Monday's turnover: 4,540,020 shares.

S. C. & F. Index (closing prices) 98.07.—Reuter.

SHANGHAI BUSINESS INDICATORS

Advances in Wholesale Prices and Living Costs in June: Building Industry Active

For the month of June index numbers, both of wholesale prices and for cost of living continued to show advances, the slight drop in metal prices during the past two months being more than offset by the increases shown by red tea, sugar, beef and mutton, cotton, cotton yarn, silk, etc.

The general index for wholesale prices for the month stood at 126.1, showing an advance of 0.8 per cent. as compared with May, when the index stood at 125.1, and an advance of 18.9 per cent. as compared with June last year, when the index stood at 106.1.

The June index number for wholesale prices showed a drop of only 3 per cent. as against the highest mark of 130.3 reached in the pre-depression period in August, 1931, and an advance of fully 39 per cent. as against the lowest record of 90.5 registered in July, 1931, when the depression was at its worst. This shows that in recent months commodity prices have been restored to pre-depression levels.

The cost of living index number for June stood at 119.0, showing a slight advance of 0.3 per cent. as compared with that of May, which was 118.7, prices for food showing slight decreases, while those for clothing registered sharp advances: and an advance of 6.4 per cent. as compared with the same month last year, when the figure stood at 111.8.

The average price of cotton yarn dropped during July from $281.66 for June to $254.29, which is not surprising considering the turbulent conditions on the Cotton Exchange following the investigations into recent speculative activities.

More activity was shown in the building industry, since the value of building permits awarded advanced substantially during the month of June, particularly as revealed by the S.M.C. figures. The value of permits awarded in the Settlement amounted to $4,564,700, making the January—June total $8,126,430, against $5,630,890 for the corresponding period last year: a permit for the erection of a factory contributed to the increase in the June figure. Building activity in the French Concession and the City Government of Greater Shanghai in June also increased over that of the corresponding period last year.

Production of rolled tobacco, flour, and cement decreased considerably; the output of matches remained practically stationary; while the manufacture of cotton yarn expanded.

One of the best indications of the progress of general business in recent months is the considerable gain registered in goods transported. This was particularly pronounced in the May loadings of the Nanking-Shanghai Railway, which showed a gain of 22½ per cent. over April. Goods transported by the Shanghai-Hangchow-Ningpo Railway decreased slightly, but passenger traffic increased in May as compared with the previous month; while on the Nanking-Shanghai Railway passenger traffic was less during the month.

The pronounced show of strength that had characterized the Chinese Government Bond Market was halted, owing to the unsettling influence of war preparations in the North. A fair amount of business was transacted on the Shanghai Stock Exchange, the turnover in June surpassing that of the previous month.

There was a slight drop in the amount of banknotes while the volume of Joint Reserve Board clearings and collections reached a new high during June.

Foreign trade in June, imports as well as exports, registered moderate gains, though the excess of imports over exports amounted to C.G.U. 9,069,862, as against C.G.U. 5,386,518 for June last year: the January—June excess being C.G.U. 49,925,077, as against C.G.U. 45,442,933 for the corresponding period last year. On the import side there were increases in metals and ores supplied mainly by America, Germany and Belgium. Exports were particularly swelled by huge purchases of tungsten by France, and there was also an increase in the export of animal products, and bristle, mainly to Germany, Great Britain and the United States.

INDEX NO. OF WHOLESALE PRICES (1926=100)[1]:	June 1937	May 1937	June 1936
All Commodities	126.1	125.1	106.1
Raw Materials, Average	117.2	116.7	99.9
Manufactured Goods:			
Producers' Goods	134.1	135.8	107.6
Consumers' Goods	129.0	125.8	110.8
All Manufactured Goods	131.1	129.8	109.5
COST OF LIVING:			
General	119.0	118.7	111.8
Food	104.0	104.3	99.3
Clothing	108.9	103.8	84.2
Fuel and Lighting	129.7	129.7	127.2
Housing	109.4	109.4	109.6
Miscellaneous	163.4	163.4	153.5
	July 1937	June 1937	July 1936
Cotton Yarn, Standard 20's "Chin Kee" Ave. (spot)	254.29	281.66	198.67
Flour, Ave., per bag (spot)	3.80	3.60	3.07
CONSTRUCTION AND REAL ESTATE:			
Building permits Issued:	June 1937	May 1937	June 1936
S.M.C.	151	185	146
F.M.C.	49	39	11
Municipality of Greater Shanghai	160	139	158
Estimated Value Dollars:			
S.M.C.	4,564,700	974,710	693,000
F.M.C.	945,950	509,950	57,750
Municipality of Greater Shanghai	1,003,960	738,690	835,350
For Jan.-June, S.M.C.	8,126,430	—	5,630,890
For Jan.-June, F.M.C.	2,362,190	—	799,725
For Jan.-June, M.G.S.	3,859,120	—	3,340,990
PRODUCTION:			
Electric Power Kwh.[2]	92,532,128	96,651,252	77,569,322
Water, total c.m. sold[3]	7,426,663	6,282,947	6,145,971
	May 1937	Apr. 1937	May 1936
Cotton, Yarn (quintals)[4]	287,960	269,010	210,432
Flour (bag)[4]	2,051,742	2,717,098	1,833,680
Matches (case)[4]	18,808	18,053	24,314
Cement (bag)[4]	23,169,470	25,371,140	14,069,710
Rolled tobacco (case)[4]	54,808	68,322	83,193
1 sack = 22.23 Kg. 1 case = 7,200 boxes.			
TRANSPORTATION:			
By Rail:[5]			
Tonnage of Goods Transported:			
Shanghai-Hangchow-Ningpo Railway	57,539	59,046	49,390
Nanking-Shanghai Railway	110,055	89,815	72,740
Number of Passengers Carried:			
Shanghai-Hangchow-Ningpo Railway	176,919	153,226	148,178
Nanking-Shanghai Railway	829,350	861,919	699,541
By Air: "Eurasia":	June 1937	May 1937	June 1936
Number of Passengers	—	—	—
Freight in kg.	—	—	—
Mail in kg.	—	—	—
"China National Aviation Co.":			
Number of Passengers	—	—	—
Freight in kg.	—	—	—
Mail in kg.	—	—	—
By Tram and Bus:[6]			
Number of passengers carried	20,569,700	21,460,683	17,129,230
FINANCE:			1936-1937
Security Prices:	July 22	June, 22	High Low
Government Bonds	102.57	111.38	116.09 81.62
General Stocks	45.69	46.77	59.20 44.14
Rubber Shares	256.94	280.52	372.47 145.59
	June 1937	May 1937	June 1936
Stock Sales in Shares[7]	1,388,730	1,228,893	164,198
Notes Issued by Chinese Banks (total) $[8]	1,477,202,000	1,481,577,000	1,077,973,000
JOINT RESERVE BOARD:			
Clearings ($)	830,525,384	750,541,521	540,099,009
Collections ($)	186,540,346	182,396,850	105,465,912
FOREIGN EXCHANGE:	July 17, 1937	June 17, 1937	July 17, 1936
£	1/2¼	1/2⅜	1/2⅜
U.S. $	29¼	29⅜	29¾
Yen	101¾	102⅜	102¼
Silver, London, spot	20	19-13/16	19½
New York, spot	44¾	44¾	44¾
Gold Bars	1,144.20	1,140.90	1,135.35
SHANGHAI FOREIGN TRADE:	June 1937	May 1937	June 1936
Imports, in G.U.	28,400,863	28,201,473	19,972,748
Exports, in G.U.	19,331,001	18,135,749	14,586,230
Imports, in G. U. Jan.-June	159,069,857	130,668,994	122,378,629
Exports, in G. U. Jan.-June	109,117,780	89,786,779	76,935,696
VESSELS ENTERED AND CLEARED:			
From and for abroad, tons	1,461,229	1,416,833	1,459,885
From and for Chinese Ports	1,357,717	1,423,815	1,329,641

1 Compiled by National Tariff Commission.
2 Excluding Nantao Electric Power Co.
3 Shanghai Waterworks and Co. Fr. d'Electricite.
4 Figures refer to Kiangsu, Chekiang and Anhwei.
5 Incoming and Outgoing figures combined.
6 "Trams" incl. all three municipalities: "Bus."; Int. Settl. and French Concession.
7 Compiled by Swan, Culbertson and Fritz.
8 Figures for whole China issued by a Government banks and 7 Commercial banks.

BERLIN BOURSE

Berlin, July 26.

The share market which was markedly quiet on Saturday was weak throughout all sections to-day. Operators continued to realise on their holdings conscious of the fact that the numerous discussions and warnings that have recently occurred by the German Institute for Business Research about the present high level of prices have made the public cautious and once more directed the attention to the fixed interest securities where no disparity between the prices and the return on the invested capital can be alleged. Nevertheless the public does not seem disposed to part with its shareholdings Great interest was displayed in the flotation of the State Company for Mining and Smelting of Iron "Hermann Goering" whose object is to utilise the low content of iron ores in Germany and bring the production of German iron up to 50 per cent. of the total consumption. The approach of the monthly settlement again damped down enterprize. Rayons electrics and minings were weaker.

Fixed interest securities were very firm. Communal Funding Loan rose to 94.55, the public apparently turning to this stock because gold mortgage and communal bonds were almost unobtainable. In city loans Stettin, Elberfeld 1928 and Essen all rose ⅜. Reichs Old Liquidation Loan declined ⅜ to 126⅜.

Call money stood at 2¼ to 2½ per cent.

Reichsbank 215¼ down ¾, German Dye Trusts 169¾ down ⅜, Salzdetfurth Potash 166½, Saturday unquoted, United Steel Works 123½ down 1, Mannesmann Pipes 126⅜ down 1⅛, Harpener Mining 178¾ down ½, German Mineral Oils 152 down 1¼, Continental Rubber 183 down ½, Siemens and Halske 227½ down 1. AEG 134½ down ⅜. Rhenish-Westphalian Power 135⅞ up ⅜, Hamburg-America Line 18¾ down ⅛, North German Lloyd 20½ unchanged, Bemberg Rayon 155⅛ down 2⅞, Deutsche Bank 122 unchanged, Deutsch-Asiatische Bank 878 down 2. Young Loan 105 up ⅜.

Reichsmark quotations without guarantee: New York 40.26, Paris 1075.40, Amsterdam 72.90, London 12.3675.

Paris quoted sterling at 133.08, to 133.15 and the U.S. dollar at 26.745 to 26.76.—Trans-Ocean Kuo Min.

GERMAN NOTE ISSUE DECREASED

Berlin, July 26.

A total note circulation of 4,578,000,000 Reichsmarks was revealed in the return of the German Reichsbank for the week ended July 23, which was published to-day.

This represents a decrease of 88,000,000 Reichsmarks from the previous week.—Reuter.

SEMAMBU PRODUCTION QUOTA INCREASED

Messrs. J. A. Wattie and Co., Ltd., have just received advice that the standard production for 1937 for the Semambu Rubber Estates, Ltd. has been increased from 509,140 lb. to 529,140 lb. This increase only applies to the second half of the year.

LONDON STOCK EXCHANGE

SHANGHAI midnight last night=LONDON 3 p.m. Yesterday.

Midnight Bulletin

London, July 27.

Irregular conditions were witnessed on the London foreign exchange market this morning with sterling ruling firm in terms of dollars and barely steady in relation to francs.

The cross-rate on New York opened with an advance of four points from yesterday's New York on London close to 497.85, while a further gain of fifty points to 498.35 was recorded during the next hour. Shortly afterwards, a reaction of five points, with a further decline of five points at 1 o'clock, brought the rate to 498.25.

After opening unchanged, French francs declined three points to 132.90 an hour later, at which level the market remained steady for the remainder of the morning session.

Fine gold declined 2½d. to 139/6½d.

Steady conditions prevailed for silver. At the official fixing, both "spot" and forward were quoted at 20d., down 1/16d. and ⅛d. respectively. China banks and India sold, while business was small.

The rubber market ruled barely steady. At 1 p.m. Oct./Dec. contract dropped 1/16d. to 8⅞d. per lb.—Reuter.

LIVERPOOL MARKETS

Liverpool, July 27.

Liverpool wheat opened quiet. Later, the market rapidly advanced on general buying and covering caused by reports that rain is urgently needed in the Australian wheat belt. October option at 1 o'clock was quoted at 9/2d. per 100 lb., up ⅜d. from yesterday's close.

American cotton futures ruled slightly easy. December delivery at 1 p.m. showed a loss of four points to 6.12 pence per lb.—Reuter. Wing-Hong July 27.

Monday's Closing Quotations

London, July 26.

There was a sharp reaction in Far Eastern bonds on less satisfactory advices regarding the Sino-Japanese situation, which resulted in some hesitancy in the markets generally, with the notable exception of Kaffirs and basemetal issues, with the former meeting a good demand from local and Paris account.

The following are middle closing prices in London. Quotations are subject to confirmation.

By Courtesy Swan, Culbertson & Fritz and Benjamin & Potts through Reuter

	July 23	26
War Loan 3½% (Red.)	£100	100
JAPANESE BONDS		
Japan 5% Stg. Loan, 1907	78	77
Japan 6% Stg. Loan, 1924	86	85
COMMERCIAL AND INDUSTRIAL		
Allied Ironfounders	30/-	30/-
Armstrong, Stevens	10/3	10/3
Assoc. & Elec. Indus.	43/3	48/3
Austin Motors, ord.	45/7½	45/7½
Bristol Aeroplane, ord.	49/3	49/6
British-American Tob.	125/-	125/-
Cable & W., New form	81/-	82/-
Cammell Laird, ord.	12/6	12/6
Courtaulds	51/4½	51/3
Distillers	110/4½	112/9
Dunlop Rubber	34/3	34/3
General Elec. (Eng.)	81/6	82/4½
Guinness (A) Son & Co.	136/-	136/-
Hawker Siddeley Aircraft	31/9	31/6
Imp. Chem. Indus.	37/4½	37/7½
Imp. Tobacco	149/4½	148/9
Leyland Motors	96/3	96/3
Marks & Spencer "A" ord.	65/10½	65/10½
O.K. Bazaars	41/3	41/10½
Pressed Steel, com.	24/9	24/7½
Rolls-Royce	105/-	110/7
Smethwick Drop Forgings	23/3	22/9
Tate & Lyle	86/7½	86/7½
Turner & Newall	91/3	91/3
United Steel	31/6	31/9
Vickers, ord.	29/3	29/7½
Woolworths	73/7½	73/10½
MISCELLANEOUS		
Anglo Dutch	38/4½	33/3
Rubber Pltn. Invests.	37/-	37/1½
MINES		
Burma Corp.	18/-	18/-
Commonwealth Min.	5/1½	5/1½
Exploration Co.	3/9	3/9
Marsman Invests.	27/-	28/-
Randfontein Ests.	47/1½	48/6
Sub-Nigel	178/1½	180/-
Tanami Gold Min.	10½d	10½d
OILS		
Anglo Iranian	87/6	87/6
Burmah	127/6	127/6
Mexican Eagle	17/1½	17/1½
Shell Trans. & Trad.	109/4½	109/4½

Benjamin & Potts, S. E. Levy & Co. Swan, Culbertson & Fritz and White, White & Co. through Reuter

CHINESE EXTERNAL LOANS, ETC.	July 23	26
4½% Gold Loan of 1898	£100½	100
4½% Anglo-French Loan	100	99½
5% Crisp Loan, 1912	89½	88
5% Reorg. Loan, 1913	95½	94
5% Gold Bonds, 1925-47	100	99
5% S'hai-Nanking Rly.	87	84
5% T'tsin-Pukow Rly. B.	73	68
5% „ „ G.	73	68
5% „ „ (Supl. Loan) B.	73	68
5% „ „ (Supl. Loan) G.	73	68
5% Honan Rly., 1905	80	79
5% Hukuang Rly., 1911	73	69
5% „ „ (Ger. Is.)	70	68
5% Lung Tsing U.-H Rly.	43½	41
5% Canton-Kowloon Rly.	56	52½
8% Stg. Notes, 1925	43	40
Un. Ins. Soc. of Canton	37½	37½
S'hai Waterworks "A"	36	36
S'hai Elec. Construction	45/-	45/-
Chinese Eng. & Min.	22/6	21/6
H. & S. Bank (Ldn. Reg.)	112½	112½
Chartd. Bank of I. A. & C.	14⅞	14⅞
Chosen Corp.	11/-	10/-
Pekin Syndicate	6/9	6/6
Gula Kalumpong Rubber	41/3	40/-

RETURNS OF FEDERAL RESERVE SYSTEM

New York, July 26.

The Board of Governors of the Federal Reserve system, in their report for the week ended July 26 respecting the entire body of reporting member banks of the system, reveal an increase of total loans amounting to $26,000,000 compared with the previous week and of $1,392,000,000 compared with the corresponding period of last year.

Investments show an increase of $24,000,000 over last week but reveal a decrease of $1,625,000,000 compared with the corresponding period of last year.

Total loans during the period under review totalled $9,740,000,000 and investments $12,473,000,000.—Reuter.

SILVER QUOTATIONS

London, July 27.

Slightly lower prices for Silver were fixed in London to-day, as follows:—

	July 26	July 27
London spot	20 1/16d.	20d.
„ forward	20⅛d.	20d.
London/New York:		
One pound U.S.	$4.97 13/16	$4.98¼
One U.S. dollar	48.211d.	48.169d.

—Reuter.

Shanghai Exchange (Closing)

One Chinese dollar	1/2¼
do.	U.S.$0.29½
do.	Yen 1.01¾

NEW YORK STOCK EXCHANGE

SHANGHAI twelve o'clock midnight=NEW YORK Noon yesterday.

Midnight Bulletin

New York, July 27.

Liquidation was more or less general at the initial call on the stock exchange to-day. Most market leaders suffered losses from fractions to almost one point. After a short period when prices continued to decline on small-scale selling, the market steadied somewhat on short-covering. At the end of the period under review, practically all sections still showed fractional net losses.

Short-covering was in evidence at the opening of the cotton market and December contract appreciated eight points from previous final level to 10.98. Prices continued to improve on renewed demand, with December delivery advancing a further six points to 11.04.

A fair amount of selling pressure depressed rubber prices at the outset, with September option declining fifteen points from yesterday's close to 18.23. As trading progressed, the market showed a tendency towards steadiness with covering attracted on the scale-down and September contract recovered 2 points of the original loss to 18.25.

The wheat market in Chicago showed consistent strength during the period under review. Opening with a rise of ⅞ cent from last close to 116¾, September contract improved a further ⅝ cent to 117⅜. Corn prices eased off at the outset, with September option down ⅜ cent from previous final call to 96½. Later, the market developed strength on good demand and September delivery advanced 1⅞ cents to 98⅜.

Barely steady conditions prevailed for Montreal silver at the initial call, with September contract declining five points to 44.60B-45.00A.—Reuter.

"Wall Street Journal" Comment

By courtesy of Swan, Culbertson & Fritz and S. E. Levy & Co.

New York, July 27.

The "Journal" reported that some traders predicted that United States Steel would declare a one dollar common dividend this afternoon. It also was gossiped that U.S. Steel, would offer new common stock at a ratio of one for nine.

If utilities resume expansion, it would aid copper companies. Alcohol companies expect better prices in coming months. There was increased public buying of utilities, particularly low priced issues.

Tuesday's Opening Quotations

	Mon. night Close	Tues. a.m. Open	10.30	11.00
Anaconda Copper	57⅞	57⅝	57¼	57½
Baltimore & Ohio	28⅝	28½	28¼	28¼
Bethlehem Steel	94⅞	94⅜	94¼	94¾
Chrysler	115	114½	113¾	114½
Elec. Bond & Sh.	21⅝	21¼	20⅞	21⅛
Gen. Motors	56½	56⅞	56⅛	56⅜
Int. Tel. & Tel.	12	—	12	12
N.Y. Central	41¼	40⅞	40⅞	40⅝
U.S. Steel	117	116⅞	116⅝	117
St. Oil of N.J.	71⅛	71⅛	71⅛	71⅜
Cotton Dec.	10.90-92	10.98-99	11.02	11.04
Rubber Sept.	18.38-39	18.23-22	18.25	18.25
Chic. W. Sept.	116-115⅞	116⅞-117	—	117⅞
Chic. C. Sept.	97-96⅞	96½-96⅞	—	98⅜

—Reuter.

Monday's Closing Quotations

New York, July 26.

Stock prices on Wall Street to-day closed narrow and indecisive on realizing in steels, motors, utilities and rails. Some specialities, however, advanced on a good earnings outlook. The turnover to-day amounted to 900,000 shares.

Dow-Jones Averages

	High	Low	Close	Changes
30 Indust.	185.15	183.72	184.42	−0.43
20 Rails	55.25	54.71	54.83	−0.22
20 Utilit.	30.98	30.41	30.65	Unch.
40 Bonds	—	—	101.79	+0.02
11 Commod.	—	—	67.27	−1.68

	July 24	26
Adams Express	19¼	19
Alleghany Steel Co.	34½	33¼
Allis Chalmers	69⅞	69¼
Amer. Can	107	107
Amer. Cyanamid "B"	33	33¼
Amer. & For. Power	10⅜	10⅝
„ „ $7 pfd.	56¼	56¼
Amer. Locomotive	47½	46¾
Amer. Metals	52	52
Amer. Radiator	22⅜	22½
Amer. Rolling Mill	37	36⅞
Amer. Smelting	94¼	94
Amer. Sugar Ref.	45¾ B	45½
Amer. Tel. & Tel.	172	172¼
Amer. Tobacco "B"	82	82⅝
Amer. Waterworks	21⅞	22⅛
Anaconda Copper	57¾	57¾
Atchison, T. & S. Fe	84½	84¼
Atlantic Ref. Co.	30¼	30
Atlas Corp.	15½	15½
Auburn	19⅞	21⅛
Baldwin Loco. $7 cum.	84 B	83¼ B
Baltimore & Ohio	28⅞	28⅝
Barber Co.	32 B	32
Barnsdall Oil Co.	26⅝	26¾
Bethlehem Steel	95½	94¾
Boeing Airplane Co.	33	32½
Borden Co.	25	24¾
Briggs Manufacturing	43⅞	44
Bklyn-Manhattan Trans.	25	25
„ „ $6 cum.	69	68¼
Canada Dry	26	25
Case, J.I.	181½	183½
Canadian Pacific Rly.	11⅝	11¾
Celanese Corp.	37¼	37½
Cerro de Pasco	75½ B	75½
Chase National Bank	52½ B	52 B
Chesapeake Corp.	75½	76½
Chesapeake & Ohio	52¼	53⅜
Chrysler	115⅜	115
Columbia Gas & Elec.	15⅛	15¼
„ „ 6%	90	90
Coml. Credit	61½	62
Coml. Solvents	14¼	14½
Comm. & Southern (ord.)	3⅛	3⅛
„ „ $6 cum.	59	59¼
Consolid. Copper Mines	10⅜	—
Consolid. Edison	41	40¼
Consolid. Oil	16	16
Continental Can	56¼	56¼
Continental Oil	48⅞	49
Corn Products	62	62¼
Coty, Inc.	7⅝	7⅞
Curtiss Wright (com.)	6⅜	6⅛
„ „ "A"	20⅜	20¼
Delaware & Hudson	39	38⅝
Delaware, Lackawanna	16¼	16
Deere Co.	141⅞	141
Distillers Corp.	22¾	23
Douglas Aircraft	58½	57¼
Du Pont de Nemours	164	163
Eagle Picher Lead	20⅜	19⅞
Elec. Boat Co.	10⅜	10⅜
Elec. Bond & Sh.	21⅝	21⅝
„ „ $5 pfd.	65⅛ B	68½
„ „ $6 pfd.	75	77
Elec. Power & Lt.	23¾	23¼
„ „ 7% pfd.	81	80
Federated Dept. Stores	35	34⅝
Flintkote Co.	30⅝	31
Gen. Cigar	36 B	36 B
Gen. Elec.	59	58⅜
Gen. Foods	38⅞	38
Gen. Motors	56⅞	56½
Gen. Rail. Signal	44½	44½
Glidden Co.	44½	43¾
Godchaux Sugar, Class	40¼ B	41½ B
Goodrich (B.F.)	38¼	38⅛
„ $5 pfd.	79¾	79½
Goodyear Tire & R.	42	41½
Great Northern Rly.	51⅞	51⅞
Great Western Sugar	35⅜ B	35
Greyhound Corp.	16	16⅛
Hecker Prods.	12	12
Humble Oil	84¼	84⅜
Int. Nickel	64¾	64⅞
Int. Tel. & Tel.	12¼	12
Interstate Department	26⅝	26
Kennecott	60¾	61⅝
Lambert Co.	19½	19⅞
Libby-Owens-Ford	67¼	66⅝
Lockheed Aircraft	12⅝ B	13
Loew's Inc.	82⅝	82½
Lorillard	22	22
McKesson & Robbins	44¼ B	44⅜
Martin, Glenn L. Co.	21½	21⅞
Missouri Pacific R.R.	3½	3¼
Monsanto Chemical	102½	101⅝
Montgomery Ward	64½	63¾
Mountain City Copper	10½ B	10
Nat. Bond & Investment	28¼	27½
Nat. Cash Register	34⅞	34
Nat. City Bank	47½ B	47¼ B
Nat. Dairy Prods.	21	21
Nat. Distillers	29⅞	30½
Nat. Power & Lt.	11⅝	11¾
Nat. Steel	89½	89
Nat. Supply Co.	38½	38
New York Central	42¼	41⅛
Niagara Hudson & Power	14¼	14⅜
North Amer. Aviation	12	12
North Amer.	29⅜	29
North American	29⅜	29
Northern Pacific	30½	30⅞
Pacific Gas & Elec.	33	33½
Pacific Lighting	45½ B	45½
Packard Motors	9¼	9⅛
Paramount Pictures Inc.	23¼	22⅞
„ „ 1st pfd.	160 B	155 B
Pennsylvania R.R.	39½	39¼
Phillips Petroleum	63½	63⅝
Public Serv. of N.J.	44½	44
Pure Oil	21⅛	20½
Radio Corp. of Amer.	9¼	9¼
Republic Steel Co.	39½	38½
Revere Copper & Brass	37	37⅜
Reynolds Tobacco "B"	51¼	52¼
Schenley	43½	43⅞
„ 5½% pfd.	94 B	94 B
Sears Roebuck	94⅞	94⅜
Shell Union Oil	29	27½
Socony-Vacuum	21¾	21¾
Sthrn. Cal. Edison	26	26¼
Sthrn. Pacific	50½	49½
Sthrn. Rail.	34¾	34
Sthrn. Rly. $5 pfd.	46¾ B	47½
Stand. Brands	12¾	12½
Stand. Gas & Elec.	9⅞	9¾
„ „ $7 pfd.	54	54
Stand. Oil of N.J.	72	71¼
Sterling Prods.	63 B	63½
Studebaker	13⅜	13¼
Swift International	32	32
Technicolor	28	28½
Texas Corporation	64⅜	64⅞
Texas Gulf Sulphur	39½	40
Tide Water Associated	20⅛	20⅝
Timken Detroit Axle	24⅛	24
Transamerica	13½	13½
Twentieth Century Fox	37 B	37¼
„ „ pfd.	45½ B	46¼
Un. Carbide & Carbon	102	101½
Un. Pacific	131¾	131¼
Un. Aircraft (new)	29½	29⅛
Un. Airline Trans.	17⅜	17⅛
Un. Corp.	6¼	6¼
„ $3 cum. pfd.	40¾	40¾
Un. Gas Corp.	10½	10½
Un. Gas Improvement	14	14
United Light & Power	7⅝	7¾
U. S. Indus. Alcohol	31½	33⅞
U. S. Rubber	60¼	60⅛
„ „ 8%	93	94⅛
U. S. Smelt.	90 B	92
U. S. Steel	117⅝	117
Vanadium	30	39½
Westinghouse Air Brakes	42¾ B	42⅝
Warner Bros. Pict's	14¾	14½
Westinghouse Airbrakes	42¾ B	42⅝
Westinghouse Elec.	156	155
Woodward Iron	30 B	29¼ B
BONDS		
Amer. & For. Power	80	80½
Anglo-Chilean Nitrate	35½ B	37
Brazil	44	44
Cities Serv. Pwr.	67¾	68¾
Int. Tel. & Tel. Conv.	92	91⅞
Int. Tel. & Tel. 5s	76¼	76¾
New England Gas & Elec.	72⅛	72 B
Peru 6s 1961	19¼ B	20⅛
Rio Grande do Sul	27¼	27⅝
Stand. Gas & Elec.	72⅛ B	73

A—asked B—Bid—Reuter.

BRITISH RUBBER STOCKS HIGHER

London, July 26.

Stocks of rubber in Great Britain on July 24 were estimated at 41,782 tons, showing an increase of 137 tons over the previous week.

The stock of rubber in London totalled 21,746 tons, showing an increase of 80 tons, while the stock at Liverpool was listed at 20,036 tons, representing an increase of 57 tons.

British rubber deliveries during the week totalled 1,165 tons, compared with 1,915 tons during the previous week.

Deliveries in London during this period totalled 705 tons, compared with 831 tons during the previous week—a decrease of 126 tons.

Liverpool deliveries, with a total of 460 tons, revealed a decrease of 624 tons from the previous week.—Reuter.

PARIS BOURSE

Paris, July 27.

The Bourse opened on a slightly irregular note yesterday, although the speech of the Premier, M. Chautemps, was received with general satisfaction in the market. Vacations have made large gaps within the ranks of the members, and the meeting was marked by indifference. Toward the close, several small offers were made without any takers and French counters were thereby slightly reduced. Rentes were firm and appeared ready to rise. Internationals also were well affected, especially mines.—Havas.

NEW BANK OF JAPAN GOVERNOR APPOINTED

Osaka, July 27.

Mr. Toyotaro Yuuki, has been appointed Governor of the Bank of Japan.—Reuter.

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LEADING foreign pharmaceutical firm seeks Cantonese doctor to act as medical representative for South China, to be stationed in Canton. Graduation from acknowledged university essential, preferably from Hongkong University. Applicant must possess perfect knowledge of English. Permanent post to suitable man. Address Box 403, N.C.D.N. -789

WANTED woman with personality and good appearance to supervise and manage small restaurant. Knowledge of the business not necessary, but must be willing to work and follow instructions. Permanent position. Address Box 383, N.C.D.N. 8541

LARGE export firm has opening for Portuguese conversant with invoicing and shipping. Fair knowledge of Spanish desirable. Replies stating previous experience and salary expected to Box 391, N.C.D.N. -766

ENGLISH firm requires a stenographer, one used to filing, and must be capable of doing accurate work. Reply with full particulars and salary expected. Address Box 397, N.C.D.N. 8548

ACCOUNTANTS, Britishers, fully qualified, needed by British Export/Shipping Firm, take charge accountancy, shipping and Insurance departments at Kobe, audit books other branches Japan and China. Also one similar position for South Africa. Excellent opportunity ambitious men. Must state full particulars when applying to P. O. Box 841, Hongkong.

WANTED experienced news editor for afternoon work. Sound knowledge of French essential. Address Box 405, N.C.D.N. -791

WANTED young Chinese (24 to 30 years old) with good knowledge of English, who is ambitious and qualified to enter the selling field. Previous selling is not essential, but some canvassing experience is an advantage. The position offered presents unlimited opportunities for a real man interested in sales work. During time of training, reasonable salary will be paid. Write giving full particulars as to age, education, experience, present salary (if employed), etc., Box 375, N.C.D.N. -743

WANTED by well-established finance company, reliable persons with good connections among Chinese capitalists. Good opportunity for right party. Address Box 360, N.C.D.N. -731

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POSITIONS for all Graduates. Shortest Course. Lowest Cost. Prospectus free. Gregg School of Business—Shanghai's Premier Academy. 55-Yuen-Ming-Yuen Road. 8346

LOST

LOST. Bill of Lading No. 192/2, s.s. "Duisburg," covering two cases Woollen Piece goods, marked 738 in triangle M.K. on top, Shanghai below. No. 3/4, issued by the Hamburg Amerika Linie. A new Bill of Lading has been applied for and the lost one is hereby declared null & void. Mar-Kao Ltd. -784

B/L No. 4 covering 50 tons old shipplates marked yellow for s/s Benvorlish store in China Maritime Eastern Wharf. A new bill of lading is issued for the same cargo and the lost one hereby declared cancelled. Maison F. Mathieu S.A., 255 Peking Road. -725

LOST, vicinity Cathay Hotel, Sunday, lady's gold wrist watch. Reward if necessary. Passage 51, House 17, Route de Grouchy. -740

MISCELLANEOUS

GROCERIES imported. Large tins soup, 29 cts., 1 lb. tin pork and beans, 29 cts. Many savings. 976 Bubbling Well Road. 8441

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REFRIGERATORS, General Electric, repaired with guarantee Bought/sold. Russian Electric Co. 334A Roi Albert. Telephone 74816. -487

PARTY leaving August, via Siberia. Those interested please communicate with Box 30, N.C.D.N. 8103

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FOR SALE. 7-tube radio, inspection invited and best offer. Address Box 333, N.C.D.N. -657

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WANTED lift, 3-4 times daily from Route des Soeurs (near Avenue Joffre) to Kiangse Road (Hamilton House) Telephone 71551. -781

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FOR SALE, two office desks 3½ ft. x 2 ft. Bedroom suite, single Simmons bed, pictures. Miss E. M. Barron, 1094 Avenue Road, Telephone 37133. -782

MINK coat for sale, like new, $2,000 or nearest offer. Address Box 392, N.C.D.N. -769

FOR SALE. Highest grade essences for mineral waters, made by best known manufacturers, in various assortments such as banana, strawberry, raspberry, grenadine etc., at attractive prices. Telephone 51587. 8552

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BABIES daintily appliqued sheets, pillow-slips, towels, feeders, covers. Chinese designs on cushions, laundry, knitting bags, etc. Bedspread and curtains a speciality. 1A Tifeng Road, corner Jessfield Road. -597

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SHIRTS: guaranteed fast colour. Pre-shrunk English Cellular $4.50, Cotton crepe $4.50, Broadcloth $3.75, Cambric $5.50. Razon's, Central Road. -563

GRAPEFRUIT. Average size, in perfect condition, only skin slightly frost blemished, $1 for 10 pieces. Telephone 18881, The China Bird Co., 133 Yuen Ming Yuen Road. -481

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BLACKCURRANT Jelly, Blackberry Jelly, 1½-lb. tin .97 cts.—Raspberry Jam 1½-lb. tin, .87 cts. Australian. No preservatives. 976 Bubbling Well. Telephone 30049. 8535

LADIES' handkerchiefs. 30 cts. dozen. Lace gloves in ecru, white, black, yellow, navy, brown, green and red, 60 cents pair. Lace doylies, 12 in. x 18 in., 15 cents. Gentlemen's handkerchiefs, $1.90 dozen. Lace covers 72 in. x 90 in., $3.50. Lace & Linen Syndicate, 114 Peking Road (First Floor). 8480

$400, modern furniture, three-roomed flat. Practically new. Flat available August 1. Fessino, 1220/51 Avenue Road. 8527

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PERSONAL

GENTLEMAN desires acquaintance of young Chinese lady, happy disposition, speaking little French. Address Box 393, N.C.D.N. -772

LONELY respectable British lady, sincere intentions, transparent motives, desires friendship respectable gentleman. Address Box 394, N.C.D.N. -774

STAMP collector is desirous to meet people interested in exchanging or selling stamps. Address Box 404, N.C.D.N. 8554

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STUDY dancing under well-known artists. Ballroom, ballet, tap, etc. Waldermar's Dancing Academy, 1272 Avenue Joffre. -375

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TO LET, 25 Edinburgh Road, very desirable detached residence, six rooms, two bathrooms, garage and big garden. Apply Spence, Robinson and Partners, 27 Peking Road. Telephone 11355. 8036

TO LET 22, Lane 155, Weihaiwei Road, semi-detached residence, 8 rooms, facing south, servants' quarters, modern sanitation, garage, large garden, reasonable rental. Apply: Lester, Johnson & Morriss, 20 Kiukiang Road. 8164

TO LET 13, 27, 51 Columbia Road, very desirable residences, six rooms, two bathrooms, servants' quarters, garage, with central heating and modern conveniences. Apply Spence, Robinson & Partners. Telephone 11355. 8035

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OFFICES situated at 123 Canton Road. Godowns situated at Lane 131 Canton Road, at reasonable rentals; for particulars apply Lester, Johnson & Morriss, 20 Kiukiang Road. 8129

DESIRABLE offices to let, National City Bank Building, Kiukiang Road. Apply Eric Davies, Room 214, 18 The Bund 8166

OFFICE space with godowns adjoining on Szechuen Road near Avenue Edward VII. Low rent. Apply to Mackenzie & Co., Ltd., 77 Canton Road, Telephone 10058. 8343

CAPITOL Building, to let modern offices. Apply S. E. Shahmoon & Co., 83 Peking Road. Telephone 16722. 8080

DOUBLE fronted shop to let at 433 Bubbling Well Road with upper floors in excellent condition. Shop laid with parquet flooring. Monthly rental $209.80. Present lease expires December 31. Renewal can be arranged. Apply Algar & Co., Ltd., 60, Hongkong Road. 8466

WANTED TO RENT

FURNISHED house, from end September, six months or more, western district. Address Box 407, N.C.D.N. -793

IF you are going on Home leave about October 1 and want a tenant that can furnish best references, address a letter to Post Office Box 565. Prefer 3 or 4 room apartment. Must be modern throughout and tastefully furnished. 8461

YOUNG British couple require furnished house end of September or earlier. Western district. Address Box 387, N.C.D.N. 8542

AMERICAN bachelor wants one or two-roomed furnished apartment. Careful tenant. Address Box 382, N.C.D.N. -752

WANTED TO PURCHASE

WANTED used piano, willing to pay $150. Address Box 344, N.C.D.N. 8490

HOUSE SERVANTS

COOK-boy. Highly recommended by foreigner. Telephone 71111. -787

COOK-BOY available immediately, clean, honest, efficient and good worker, well recommended for British family. Apply Mrs. Adams, Telephone 16010. -773

CHINESE cook, wash-amah and coolie-boy, just from Peiping, seek employment. Good character, many years' experience in foreign family. Address Box 395, N.C.D.N. -777

AMERICAN woman highly recommends experienced cook-boy, honest, clean, very good pastry cook, speaks English well. Wife experienced baby-amah. Address Box 390, N.C.D.N. -765

ENGLISH lady recommends No. 1 cook-boy, excellent pastry maker Also coolie. Will work together or separately. Both honest and good workers, speak English. Seven years with advertiser. Address Box 396, N.C.D.N. -778

GOOD cook-boy, quiet, courteous, good cook, clean and honest servant, seeks position. Recommended. Box 406, N.C.D.N. -792

1,500 SATISFIED international customers. Cook-boys, coolie-boys, amahs, chauffeurs, gardeners, rickshaw pullers, watchmen, laundrymen. Central Employment Agency, British management. 833/17 Avenue Joffre. Telephone 73148 -764

EXCELLENT house-boy/cook. One family 14 years. Marvellous for bachelor. Best recommendations. Telephone 14212. 9—12, 2—5. -759

72782 TELEPHONE. Inquire reliable servants; cook-boys, baby-amahs, etc. Satisfaction guaranteed. General Employment Agency. 1272 Avenue Joffre. -317

NO. 1 cook-boy wants position, clean, honest, reliable, hard worker, speaks English. Best recommendation. Address Box 377, N.C.D.N. -732

HIGHLY recommended amah, 14 years with last mistress. Can do cook and boy's work. Telephone Mr. Valpy 73015 after 2.30 p.m. -746

BEAUTY CULTURE, ETC.

Advertisements under this heading are carefully scrutinized before acceptance, and though no guarantee can be given readers may be reasonably assured of their bona fides.

MINERAL and medical baths. Manual and electric massage. Violet Ray treatments, given by qualified attendants at 52 Love Lane, Bubbling Well. -768

LADY gives massage, manicure. 10-7 p.m. Hamilton House. Apart. 534 5th floor, corner Kiangse/Foochow Roads. 8538

LADY gives general and reducing electric massage, from 2 p.m. to 8 p.m. daily. 147 Rue Paul Henry, Apartment 14, third floor. -747

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THE Villas, 969 Avenue Foch, suitable 9/1 bus. Desirable 2-roomed attic flat, vacant August 1. Also single/double rooms. Large cool gardens. Tennis. Wholesome food. Telephone Mrs. Fisher, 75433. -779

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PEKIN Apartments, 137/157 Peking Road. Comfortable bedsitting rooms, private bathrooms, facing south. Moderate rates. Apply Mrs. Adams, Telephone 16010. -163

NORFOLK House, one bright south room, private bathroom, excellent food, moderate terms. 20/8 Seymour Road, Telephone 36150. -770

BUBBLING Well Road, south, bedrooms, bathrooms attached, full board, $120, $110. Bus stop opposite. Address Box 379, N.C.D.N. 8540

84 Carter Road. Comfortable double/single rooms, private modern bathrooms. Terms moderate. Good catering. Garage available. British management. Telephone 30582. -27

IN English home, well-furnished, single/double rooms or suite, private bathrooms. Screened. Supervised cooking. 16 Kelmscott Gardens, Roi Albert. 8349

355 AVENUE Haig, corner Tifeng Road. Clean, comfortable, large, small rooms. Special attention to food. Garage, bus stops. Telephone Mrs. Hedden, 71163. -529

22/24 MEDHURST Road. Comfortable double/single rooms. Private bathrooms. Cool. Quiet location. Good table. Telephone 33278. -503

AVONDALE House, Lane 1220/1 Avenue Road. Comfortable single/double rooms, south balcony, excellent food, tennis court. -576

TWO-roomed suite in English residence. Tennis, garden. Mrs. Chalmers, 310 Hart Road. -757

BARNETT House. Single and double room, private bathroom, excellent food, large garden. 44 Carter Road, Lane 41, Telephone 30226. -742

VACANT August 1. Large, well-furnished room, facing south with verandah overlooking Whangpoo river. Suit two bachelors. Can be seen any day, after 3 p.m. 79 Soochow Road. 8497

ROOMS WITHOUT BOARD

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BEAUTIFULLY furnished two big rooms, 475 Avenue Joffre, Bearn Apartment 88. -767

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UNFURNISHED APARTMENTS

FRIEDMAN'S Apartment. One four-roomed south flat (front row) with two bathrooms, lift service, all modern conveniences. Apply 106 Ferry Road. -785

TO LET, Wayfoong House, 220 Szechuen Road. Single and two-roomed self-contained flats, each flat being equipped with all modern conveniences. For further particulars kindly apply to Engineer's Office, Room 110, Hongkong & Shanghai Banking Corporation, 12 The Bund. 8037

EMBANKMENT Building:—Attractive two and three roomed modern apartments at reduced rentals. For inspection apply to Resident Caretaker, Embankment Building, or E. D. Sassoon & Co., Property Department, 306 Sassoon House, Telephone 11430. 8130

NESTHOUSE Apartments. Lane 30, House 3, Nanyang Road. Apartments 3, 4 and 6. For immediate occupation, one and two-roomed apartments with bathroom, kitchen, public telephone, frigidaire, at reduced rentals. Apply Palmer & Turner, Property Office, 17 Canton Road, Telephone 15100. 8165

DUBAIL and Park Apartments—facing the French Park—2, 3, 4 and 5 rooms, 2 bathrooms. Moderate rentals including taxes, frigidaire, heating, hot and cold water. Apply to Cabinet Marcel Darre, Property Dept., 1, The Bund. Telephone 13054-15825. 8173

TAISHAN Court. 622 Avenue Joffre Recently completed new modern 3, 4 and 5 roomed apartments. Rent moderate, including taxes, heating, hot and cold water. Apply to Cabinet Marcel Darre, Property Dept., 1 The Bund. Telephone 13054-15825. 8094

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392 ROUTE Ferguson 5-roomed flats at reduced rental with modern conveniences, spacious lawn. Apply The Continental Corporation of China, 122 Ave. Edward VII, Telephone 80030. -695

ATTRACTIVE three-room apartments at 266 Route Culty off Route Ferguson. Rent greatly reduced. Apply Spence, Robinson & Partners, 27 Peking Road. Telephone 11355. 8034

FURNISHED APARTMENTS

MODERN, attractively furnished two-roomed apartment, verandah, bathroom, kitchen. South exposure. Everything provided for housekeeping. Quiet location. Tifeng Road. $110 Telephone 22987. 8559

SELF-contained two-roomed fully furnished flat, enclosed verandah. 159/6 Seymour Road. Telephone 34409. 8526

TO LET, Furnished or unfurnished flats of three rooms. Kinnear Apartment, 195 Kinnear Road, near Jessfield Park, with tennis court, nice roof and ground gardens. All modern conveniences. Moderate rentals. Apply Hsin Heng & Co., Property Department, 160 Avenue Edward VII. Telephone 15660/9. 8081

FOR RENT. Very attractively furnished large, cool, one-roomed house keeping flat for short period. Please address Box 385, N.C.D.N. -755

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VILLA Reyna, 18 Yung Cheng Road, Tsingtao. Facing the golf and race course by the tennis court and park, between German and Strand Beaches. To let, nicely furnished rooms. Excellent cuisine. British owned. Moderate rates. -303

ILTIS Huk, Tsingtao, Villa Lucia. First class Italian Pension. Near Sea and Golf Club. All large rooms. Modern accommodation. Excellent Cuisine. Large garden and roof-garden. Address Madame Dramis, 4 Tze-tschuan Road. Iltis Huk. -425

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PALESTINE WILL BE CLOSELY WATCHED

Commons Given Assurance by Colonial Secretary

London, July 26.

In a reply in the House of Commons, the Colonial Secretary, Mr. William Ormsby-Gore, said the Government of Palestine, with the assistance of military authorities, was keeping a close watch on the situation, and he was confident that all necessary measures would be taken to check agitation inconsistent with the peace, order and good government of Palestine, in whatever quarter it might arise.—Wireless through Reuter.

U.S. NAVY DIRIGIBLE BUILDING DISPUTE

Controversy Raging Among Department Officials

Washington, July 26.

The assistant Secretary of Navy, Mr. Charles Edison, to-day informed the House Naval Affairs Committee he personally favoured an experimental dirigible building programme. He said he believed two ships should be constructed to determine the actual value of such craft. Loss of three earlier dirigibles, he said, proved nothing. His evidence, disclosing a controversy within the Navy Department over dirigible policy, came after Rear Admiral William D. Leahy, Chief of Naval Construction, gave evidence he opposed construction of new dirigibles at this time.—United Press.

LEXINGTON'S PLANES DUE HOME ON FRIDAY

San Diego, Cal., July 26.

The aircraft carrier, U.S.S. Lexington, returning from the unsuccessful search of the South Pacific for Mrs. Amelia Earhart Putnam and Capt. Fred Noonan, will discharge her 'planes on Friday while still at sea off this port.—United Press.

KING AND QUEEN VISIT ULSTER

London, July 27.

King George VI and Queen Elizabeth left this afternoon for Stranraer, in Ulster, on the occasion of commemorative ceremonies following the Coronation. To-morrow morning they will go by motor car to Belfast.—Havas.

KING CAROL ARRIVES IN BRUSSELS

Brussels, July 27.

King Carol of Rumania arrived here last evening on a visit to Belgium and was personally met at the station by King Leopold III. The two monarchs went together to the Royal Palace, where apartments have been prepared for King Carol's stay.—Havas.

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Japanese Army Determined on Punitive Move

(Continued from page 9)

Mr. Hirota, replying to interpellations, pointed out that "several great Chinese statesmen have been assassinated in the past three years simply because of their appreciative understanding of Japan."

Despite such an atmosphere in China, Mr. Hirota declared, he hoped to create a situation favourable for a Sino-Japanese rapprochement by making China understand that Japan has no intention of bringing pressure to bear upon China nor of taking away China's territory.

The parliamentarians heard Gen. Sugiyama's extended report on the situation in North China armed with maps supplied by the War Office.

The anti-Japanese movement in North China, Gen. Sugiyama declared, has its roots in the "positive anti-Japanese policy of the Nanking Government and national overconfidence in China's strength."

The latter, he said, was caused by the unification of the country and a strengthening of the war machine, and especially of its air branch.

The recent incidents in North China, the War Minister went on, were nothing but a manifestation of China's anti-Japanese attitude.

Apologies Necessary

"For the sake of our national prestige and also for the sake of securing peace in the Far East, we must obtain Chinese apologies for the recent outrages in particular and for the entire anti-Japanese movement in general.

"It was for this reason," he asserted, "that the Government decided at an emergency meeting on July 11 to dispatch to North China a portion of the Kwantung Army as well as other units from Japan proper and Korea.

Change of Attitude

"Realizing the determined stand assumed by the Japanese Government with wholehearted national support, the Chinese authorities suddenly changed their attitude and complied with our demands.

"At 8 o'clock in the evening of the same day, representatives of the Chinese 29th Army signed an agreement that seemed at the time to have ensured a satisfactory settlement of the incident. The terms of the accord were:

"1.—Withdrawal of Chinese troops from the area between Lukouchiao and the Yungting River.

"2.—Guarantees that similar incidents would not recur.

"3.—Punishment of officials directly responsible for the incident.

"4.—Official apologies.

"Despite this accord, the Chinese continued to attack our positions intermittently, while the Central Government's troops continued to advance north-ward.

"Although Gen. Sung Cheh-yuan, Commander-in-Chief of the 29th Army, personally called on Lieut.-Gen. Kiyoshi Katsuki, Commander-in-Chief of our forces in North China, on July 18 and tendered his apologies for the incident, the very next day the Chinese troops again fired upon our units, inflicting certain casualties.

"Therefore, unable to depend any longer upon the sincerity of the Chinese authorities, the Japanese Garrison warped the Chinese military leaders that a continuation of the illegal actions would compel the Japanese Army to take such steps as they considered necessary sometime after the noon of July 20.

"Once again confronted by a determined Japanese stand, the Chinese authorities agreed to sign another agreement at 11 o'clock on the night of July 19. This accord, in addition to apologies and the punishment of responsible officials, contained the following terms:—

"1.—Removal of all persons obstructing Sino-Japanese amity.

"2.—Complete suppression of the Chinese Communist Party, and

"3.—Suppression of anti-Japanese organizations, movements and education.

"Moreover, the Chinese authorities informed the Japanese garrison in Tientsin that they would withdraw the 37th Division to new positions.

"However, on July 20, the Chinese again repeatedly shelled Japanese positions. Our forces returned the fire and silenced the Chinese artillery."

Langfang Outbreak

Following a five-day comparative lull, Gen. Sugiyama went on, the Chinese troops attacked a Japanese detachment at Langfang on the night of July 25. Japanese reinforcements "inflicted a crushing defeat upon the enemy."

"In view of this challenging attitude," Gen. Sugiyama declared, "the Japanese Garrison on July 26 was obliged to present an ultimatum, demanding the fulfilment of the terms of the two agreements.

"However, the Chinese troops, apparently with the approval of the Hopei-Charhar Political Council, last night shut the Kwangan gate and attacked a Japanese unit which was entering Peiping, inflicting heavy casualties.

Punishment Decided

"With the Chinese stand obstructing the protection of Japanese lives and property in North China and the maintenance of free communication between Peiping and Tientsin, the Japanese Garrison could no longer preserve its patience and decided to punish the Chinese troops.

"The War Office," he concluded, "has decided to take corresponding important steps." Immediately following his address, the House passed by acclamation a resolution of thanks to the Japanese naval and land forces in China."—Domei.

MEXICO CHURCH DISPUTE GROWS TENSE

Crowds of Faithful Catholics Defy Tax Collector

The Collector of Internal Revenue, Sr. Angel La Garda, accompanied by two assistants, appeared at 3 p.m. to seize and close the church, but 1,000 persons packed into the building and the grounds and shouted defiance, forcing the official to retreat.

The church bell immediately began tolling, bringing more loyal Catholics and increasing the tension.

It was reported that Sr. La Garda requested the fire department to train its hoses on the crowd, but in vain. He then requested the local soldiers to oust the congregation from the church. Finally, Sr. La Garda, announcing a temporary truce, said Catholics would be free to worship and feast in the buildings and grounds until 3 o'clock this afternoon.—United Press.

U.S. STEEL STRIKE VIOLENCE FLARES

Sixteenth Death Recorded in Cleveland Riot

Cleveland, July 26.

The sixteenth fatality registered in the major steel strike in the past two months, occurred here to-day, when one person was killed and eight others injured as police twice combatted a group of 1,000 steel plant strikers who were blocking the entrance to the Corrigan-McKinney plant of the Republic Steel Co. here. The strikers were stoning the cars of non-strikers seeking to enter the plant, and the police sought to disperse them.

Violence was renewed later to-night when strikers battled with workers arriving for the 11 p.m. shift. Police used tear-gas bombs. Non-strikers, armed with clubs, raided the headquarters of the Steel Workers Organizing Committee, and more than a dozen persons were badly beaten in the melee.

Throughout the riot more than 40 persons were injured.—United Press.

Communist Conspiracy

Washington, July 26.

Representative John Rankin, Democrat of Mississippi, to-day accused officials of the National Labour Relations Board of conspiring with Communists to wreck industrialists in the South. He said he would demand the officials be discharged, that he would seek to amend or repeal the Wagner Connery Labour Act under which the Board was created, and that he would block further appropriations for the Board until its personnel was changed. Mr. Rankin did not name the officials he accused of communistic activities. The Mississippi Congressman is one of President Roosevelt's closest advisers on the New Deal's power policy.—United Press.

Hotel Strike to End

San Francisco, July 26.

Termination of an 87-day strike affecting all principal local hotels, was voted to-day by the striking workers. The walk-out, affecting nineteen hotels, was estimated to have cost $7,000,000. The employees voted to return to work pending the arbitration of demands for increased wages and reduced working hours Fifteen unions, not included in the original negotiations, presented separate demands. Hotel operators predicted they would be on a normal working basis in two days.—United Press.

Buffalo Parleys Fail

Buffalo, July 27.

Negotiations between striking truck drivers and their employers have been broken off. The strikers have resolved to fight to the finish for recognition of their union.—Havas.

EFFORT TO REVIVE STRESA FRONT?

German Report from Paris of British Intentions

Cologne, July 27.

The Paris correspondent of "Koelnische Zeitung" says French political circles anticipate that the British Government will try to conclude a supplementary gentlemen's agreement with Italy to pave the way for better relations between the two countries. The new agreement would be bound up with the Spanish question so that Italy would actively associate herself with the non-intervention programme while in return, the British Government would undertake a settlement of the Abyssinian question to Italy's satisfaction by inducing the League of Nations at its next session to refuse to recognize Abyssinia any longer as an independent state.

French political circles, the correspondent says, also cherish improving the Franco-Italian relations, thereby re-establishing the Stresa Front of France, Italy and Britain. The Quai d'Orsay would therefore welcome any efforts by the British Government in this direction.—Trans-Ocean.

U.S. SCRAP IRON FOR JAPANESE SWORDS

Mr. Cordell Hull's Stand Bitterly Criticized

Washington, July 26.

Vigorous criticism of the Secretary of State, Mr. Cordell Hull, for allegedly blocking the effort of Congress to limit scrap iron exports, particularly to Japan, was delivered to-day by Mr. Fred L. Crawford, Republican Representative of Michigan and expert on Far Eastern affairs.

"I fully realize that the Secretary is not only an ambitious man, but a jealous man, when trade policies are involved," he remarked.

Congressional groups believe that exportation of scrap iron from this country indirectly facilitates war abroad. They also favour conservation of such supplies by this country.

Mr. Crawford said that, despite enormous increases in scrap-iron purchases by Japan and other foreign countries, the Secretary has told members of Congress that the "disadvantage of indirect restrictive action would outweigh the possible advantages."

Taking issue with this view, Mr. Crawford declared that "the American countryside is being combed for scrap iron as blacksmiths work overtime, hammering ploughshares into swords."—United Press.

GERMAN GRAIN CROPS "NATIONALIZED"

Berlin, July 27.

The German Government's grain decree, effective to-morrow, demands that farmers deliver up the entire rye and wheat crop as well as seed grain and grain for personal consumption and all grain cattle feeds. The Government desires to create certain reserves.—Trans-Ocean.

BASQUE PRESIDENT ON WAY TO PARIS

Toulouse, July 26.

The President of the Basque Republic, Dr. Juan Aguirre, left for Paris by air to-day.—Reuter.